NEW JERSEY

COMPREHENSIVE ANNUAL FINANCIAL REPORT JUNE 30, 1988

Thomas H. Kean
Governor

Department of the Treasury
Feather O'Connor
State Treasurer

Division of Budget and Accounting
Richard B. Standiford
State Comptroller

Division of Budget and Accounting
Richard F. Keevey
Deputy State Comptroller

Division of Budget and Accounting
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Manager of Financial Reporting

STATE OF NEW JERSEY
ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 1988
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INTRODUCTION

State of New Jersey
DEPARTMENT OF THE TREASURY
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FEATHER O CONNOR
STATE TREASURER

RICHARD B. STANDIFORD
DIRECTOR AND COMPTROLLER
DIVISION OF BUDGET AND ACCOUNTING

December 30, 1988

Governor Thomas H. Kean
Members of the Legislature
Citizens of New Jersey

In accordance with the provisions of N.J.S.A. 52: 27B-46, we are pleased to transmit to you the Annual Financial Report for the year ended June 30, 1988, depicting the financial condition of the State and the results of operations for the year.

This report was prepared by the Department of the Treasury, Office of Management and Budget, Division of Budget and Accounting, which is responsible for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures. The report presents the financial position and operating results of the State under generally accepted accounting principles, as well as, the traditional budgetary basis presentations and includes audited financial statements. We are confident the data is accurate in all material respects; that it is presented in a manner designed to fairly set forth the financial position and results of the State's operations as measured by the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain a reasonable understanding of the State's financial affairs have been included.

METHOD OF PRESENTATION

The reporting approach established by the National Council on Governmental Accounting in Statement 1 and endorsed by the Governmental Accounting Standards Board has been utilized. This approach does not provide a consolidated State financial statement; rather, it combines funds and component units in columns of fund types to provide an overview of the State's financial position and results of operations. The statements which reflect these combined fund type columns are referred to as the General Purpose Financial Statements and the auditor's opinion is rendered upon the statements and notes in this section.

Following the General Purpose Financial Statements are the combining financial statements, schedules, statistical data, and budgetary revenue and appropriation statements. These statements and schedules provide detail, generally by fund, for the amounts shown in the fund type columns in the General Purpose Financial Statements.

REPORTING ENTITY

As required by generally accepted accounting principles, the accompanying financial statements include the funds and account groups of the State (oversight entity) and those component units of government determined to be part of the oversight entity. These component units of government include various public authorities, corporations, commissions, State colleges and universities that are not operating departments of the State but for which the State is deemed to have oversight responsibility. Accepted accounting principles provide that oversight responsibility includes the ability to select the governing authority, ability to significantly influence operations, accountability for fiscal matters, financial interdependency and scope of public service. The financial condition and activities of State component units meeting this criteria are presented in the accompanying financial statements as Enterprise Funds for authorities, corporations and commissions and as College and University Funds for financial activities of State Colleges, the University of Medicine and Dentistry of New Jersey, Rutgers, the State University and New Jersey Institute of Technology. The amounts presented were derived from their most recent audited financial statements. At year end these component unit entities reflected combined net assets of $20.3 billion. In addition, the activity of the several pension plans sponsored and administered by the State are included in the accompanying financial statements. For further information on both the component units and the pension plans, refer to the notes to the General Purpose Financial Statements.

ACCOUNTING SYSTEMS AND BUDGETARY CONTROLS

The accounting records of most State departments are maintained on a centralized accounting system. The operations of this system are directed and supervised by the Office of Management and Budget, Division of Budget and Accounting. Separate accounting systems are maintained by those component units of government which are included in the State's reporting entity.

The State's annual budget is comprised of individual appropriations to departments for specific programs, purposes, and/or special outlays and operating expenditures. Budgetary control is exercised at the department level by individual appropriations and by allocations within appropriations to various major objects of expenditure.

Encumbrance accounting is employed to ensure that expenditures do not exceed appropriations and allocations. Under encumbrance accounting, purchase orders, contracts, and other commitments involving the expenditure of monies are recorded in estimated amounts in order to reserve a portion of an appropriation until an actual liability is incurred. Total encumbrances and expenditures are monitored so as not to exceed amounts appropriated and/or allocated. Encumbrances outstanding at the end of a fiscal year are reported in the financial statements as reservations of fund balance, as distinguished from undesignated fund balances. Any unencumbered and unexpended non-continuing appropriations lapse at the end of the fiscal year and become available for appropriation in the next fiscal year.

In developing and maintaining the State's accounting system, consideration is given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable assurance regarding the safeguarding of assets against loss from unauthorized use or disposition and reliability of the financial records used in preparation of the financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived and the evaluation of costs and benefits requires estimates and judgments by management.

All internal control evaluations occur within the above framework. We believe that the State's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

FISCAL YEAR 1988—OVERVIEW

REVENUES

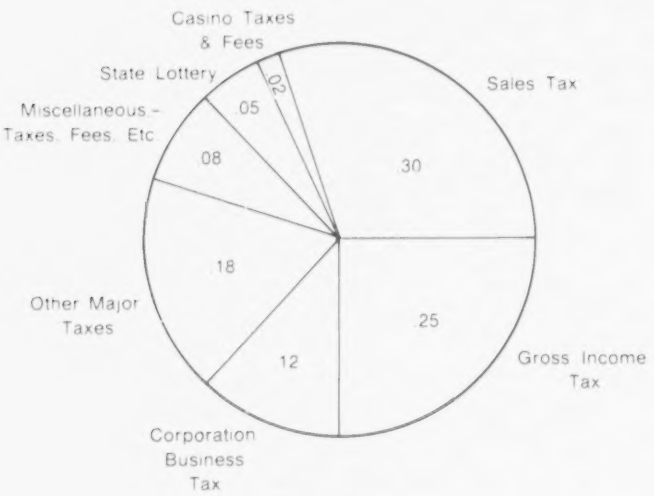
Budgetary revenues for general governmental operations totaled $10.2 billion. This represents an increase of $358.8 million or 3.7% over 1987. Major taxes comprised 85% of total revenues. The largest part of major tax revenues consisted of Sales tax, Gross Income tax and Corporation Business tax which accounted for 30%, 25%, and 12% respectively of total revenues. Other major tax revenues (Cigarette, Public Utilities Excise, Motor Fuels, etc.) accounted for 18% of total revenues.

The remaining 15% of total revenues was generated from principally three sources. Miscellaneous taxes, fees, fines, investment earnings, etc. ($787.3 million) generated 8% of total revenues while State Lottery revenues ($501.0 million) and Casino taxes and fees ($275.6 million) represented 5% and 2% respectively of the total revenues for the year.

SCHEDULE OF BUDGETARY REVENUES

Source of Revenue ($000)	F.Y. 1988 Amount	F.Y. 1987 Amount	Increase (Decrease) Amount	Increase (Decrease) Per Cent
Sales Tax	$ 3,048,087	$2,910,696	$137,391	4.7%
Gross Income Tax	2,557,694	2,605,907	(48,213)	(1.9)
Corporation Business Tax	1,220,811	1,129,230	91,581	8.1
Other Major Taxes	1,795,733	1,606,472	189,261	11.8
Miscellaneous Taxes, Fees, Earnings, etc.	787,337	856,008	(68,671)	(8.0)
State Lottery	500,990	472,218	28,772	6.1
Casino Taxes and Fees	275,564	246,840	28,724	11.6
	$10,186,216	$9,827,371	$358,845	3.7%

REVENUE DOLLAR
Fiscal Year 1988



Sales Tax	$ .30
Gross Income Tax	.25
Corporation Business Tax	.12
Other Major Taxes	.18
Miscellaneous Taxes, Fees, Earnings, etc.	.08
State Lottery	.05
Casino Taxes and Fees	.02
Total	$1.00

EXPENDITURES

Budgetary expenditures for general governmental operations totaled $10.6 billion in 1988, an increase of $1,104.2 million, or 11.6% over 1987.

SCHEDULE OF BUDGETARY EXPENDITURES

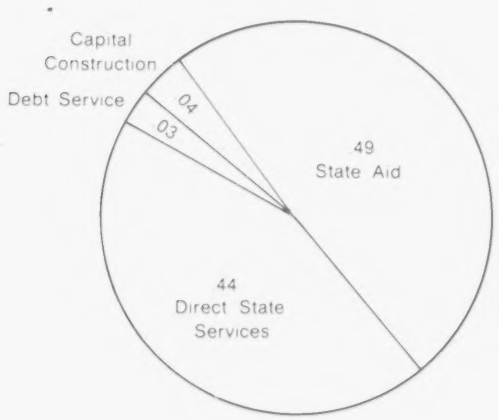
Expenditure Category ($000)	F.Y. 1988 Amount	F.Y. 1987 Amount	Increase Amount	Increase Per Cent
State Aid	$ 5,239,511	$4,838,055	$ 401,456	8.3%
Direct State Services	4,620,728	4,061,933	558,795	13.8
Debt Service	348,374	315,222	33,152	10.5
Capital Construction	381,613	270,781	110,832	40.9
	$10,590,226	$9,485,991	$1,104,235	11.6%

State aid was the largest expenditure of the state budget. In fiscal year 1988, 49.0 percent of the State's expenditures consisted of funds which were distributed to homeowners, municipalities, counties, school districts, and for the non-federal share of the Medicaid program. The largest state aid expenditure, $3,248.2 million, was provided for local elementary and secondary education programs. State aid expenditures by the Treasury Department totaled $630.2 million to fund homestead rebates to homeowners, senior citizens' and veterans' property tax deductions, revenue sharing and other distributions to municipalities. A total of $1,082.7 million was expended for state aid programs administered by the Department of Human Services. Of that amount, $686.9 million was expended as the State's share of Medicaid, which provides hospital, nursing home, medical, and pharmacist services for those people eligible for a variety of welfare programs. In addition, $255.8 million was expended for welfare programs.

The second largest portion of expenditures was applied to direct state services programs. In fiscal year 1988, expenditures for direct state services represented approximately 44 per cent of expenditures. A total of $814.1 million was expended by the Department of Higher Education for the support of the state colleges and universities. A total of $977.7 million was expended for programs administered by the Department of Human Services, to provide support for day care centers, homemaker services, child abuse prevention, programs for the aged, juvenile reform programs, and mental health and mental retardation programs. A total of $757.5 million was expended by the Departments of Law and Public Safety, and Corrections, and $354.8 million was expended by the Department of Transportation, principally for highway maintenance and transit subsidies.

In 1988, $381.6 million, or 4.0 per cent of the State budget, was expended for capital construction. This compares to $270.8 million expended in 1987. Monies expended for capital construction represent the State's effort on a pay-as-you-go basis as contrasted to borrowing for construction purposes. The principal areas of expenditure are for highway construction, environmental programs and construction of correctional bed spaces.

EXPENDITURE DOLLAR
Fiscal Year 1988



State Aid	$ .49
Direct State Services	.44
Debt Service	.03
Capital Construction	.04
Total	$1.00

FUND BALANCE

The State ended fiscal year 1988 with an undesignated fund balance (surplus) of $959.2 million for the major governmental funds. The following table presents a comparison of the 1988 and 1987 fiscal year undesignated fund balances in millions for the funds comprising this figure.

Fund	1988	1987	Change
General Fund	$491.0	$565.0	$ (74.0)
Property Tax Relief Fund	283.3	157.0	126.3
Casino Revenue Fund	184.9	163.7	21.2
	$959.2	$885.7	$ 73.5

INVESTMENTS

The book value of all securities held by the state investment funds as of June 30, 1988, was $22.4 billion, an increase of 13.1 per cent, or $2.6 billion over fiscal year 1987. Of the $22.4 billion book value of funds, the assets of the seven pension funds represent $17.4 billion book value of funds, while the remainder was in trust funds and other state funds.

The net investment earnings produced by the investments in fiscal year 1988 were $1.45 billion, an increase of $150 million or 11.5 per cent over the prior year. The largest portion of the earnings, $1.16 billion, was earned on securities held by the state-managed pension funds. These earnings enable the State to reduce its obligation to appropriate tax dollars to fund the accrued liability of the State's pension obligations. The remaining $292.0 million was earned on various state demand, reserve, static, and trust funds.

The book value of securities noted above include amounts representing the New Jersey Cash Management Fund. The New Jersey Cash Management Fund is an investment pool made up of assets of a number of state funds, together with deposits from "Other than State" entities, including counties, municipalities, school boards, and other eligible public entities.

The fund provides that eligible participants can deposit and withdraw funds at any time and earn daily interest at a rate which reflects interest and amortization income of the securities in the fund. The gross daily return for the fund on an annualized basis was 7.08 per cent in fiscal year 1988, compared to 6.13 per cent in the prior year.

As of June 30, 1988, the General Fund share in the Cash Management Fund approximated $1.93 billion.

A State law enacted on August 27, 1985 requires the Division of Investment to divest of all securities or other obligations of any company engaged in business in or with the Republic of South Africa by August 27, 1988. As of June 30, 1988, the market value of these investments equals or exceeds the applicable cost basis. The divestiture was accomplished by August 27, 1988.

FEDERAL AID

According to the most recently published statistics, New Jersey is eighth highest among the states in the amount of federal aid received. During fiscal year 1988 federal expenditures on a budgetary basis in the General Fund amounted to $2.32 billion, an increase of $.23 billion over fiscal year 1987 budgetary expenditures.

The largest portion of federal aid is made up of entitlements, whereby the State is reimbursed for expenditures up to a certain percentage of total cost. For example, in the Medicaid program the federal government reimburses the State for approximately 48 percent of total expenditures. In the AFDC program, federal reimbursement represents 50 percent of assistance costs.

Other federal aid is provided to the State by means of various formulae programs, which determine how much federal aid will be allocated to each state for certain programs. The State may or may not have to submit a grant application.

A third major type of federal aid is funding for which the State must apply through grant applications.

Whether federal aid is received under a formula, an entitlement, or a categorical grant program, the actual expenditure of funds may be either at the State level, the local level, or some other level, such as a non-profit agency. For example, education funds are transmitted to local school districts; transportation funds can be used for State highway construction and for local roads; welfare funds are reimbursements to counties for expenditures incurred at the county level; Medicaid funds are disbursed to health care providers; and social services funds are used both at the State level and by non-profit agencies.

FIXED ASSETS

The Division of Budget and Accounting, in conjunction with external consultants, has developed and implemented a fixed asset accounting system. This system enables the State to control and report on its fixed assets in accordance with generally accepted accounting principles. The General Fixed Asset Account Group is included in the annual financial report for the year ended June 30, 1988.

DEBT MANAGEMENT

New Jersey continues to receive the highest bond rating from both Moody's Investor Service (Aaa) and Standard and Poor's Corporation (AAA). This reflects New Jersey's long-standing record of sound financial management.

Outstanding Long-Term Debt as of June 30, 1987 was $2,774,440,000. During fiscal year 1988 the State issued no new bonds. During fiscal year 1988 the state retired $166,615,000 of the debt. Total Long-Term Debt as of June 30, 1988 amounted to $2,607,825,000.

THE YEAR AHEAD

During fiscal year 1988 the red hot New Jersey economy began to cool down. To protect against this economic slowdown being disastrous to state government, the 1988-89 Appropriations Act contained a provision which established a surplus revenue fund (Rainy Day Fund) for the first time. Provisions within that appropriations act made it possible to set aside $245 million dollars for this purpose. This opportunity to reserve a portion of fiscal year 1988 revenue overruns will prove valuable as the State experiences the economic slowdown.

Indeed as this letter is being written it has already become obvious that slower growth in the economy will inhibit the State in its ability to realize the full anticipation of fiscal year 1988-89 revenue estimates as certified by the Governor when the Appropriation Act was signed. The collection rate estimated in June of 1988 for three major taxes has not been maintained. The most notable instance is in the State sales and use tax. This tax has maintained a steady growth of two to three percent over the first several months of the 1989 fiscal year. Such growth rate is far below the eight percent estimated at the time the budget was struck. Declining automobile sales and reduced housing starts are seen as the principal contributors to the situation.

Previous estimates of the growth of the Corporation Business Tax have been revised from twenty-two percent to thirteen percent for the 1988-89 fiscal year. Apparently, the benefits of the base broadening of the federal tax reform did not cause the tax windfall that was estimated for New Jersey. This fact, coupled with virtually full employment in the State has caused a slow down in the expansion previously experienced in the business community, resulting in Corporation Business Tax revenue collections which were less than anticipated.

The withholding portion of the New Jersey Gross Income Tax continues very strong due principally to high employment in the state. However, with unemployment consistently under four percent, there are too few people available for the job growth needed to spur economic growth in the State. Collection from estimated payments, highly dependent on unearned income, has experienced a significant slow down and they remain almost flat for the first several months of the 1989 fiscal year. This fact causes us to maintain caution in forecasting continued strong growth.

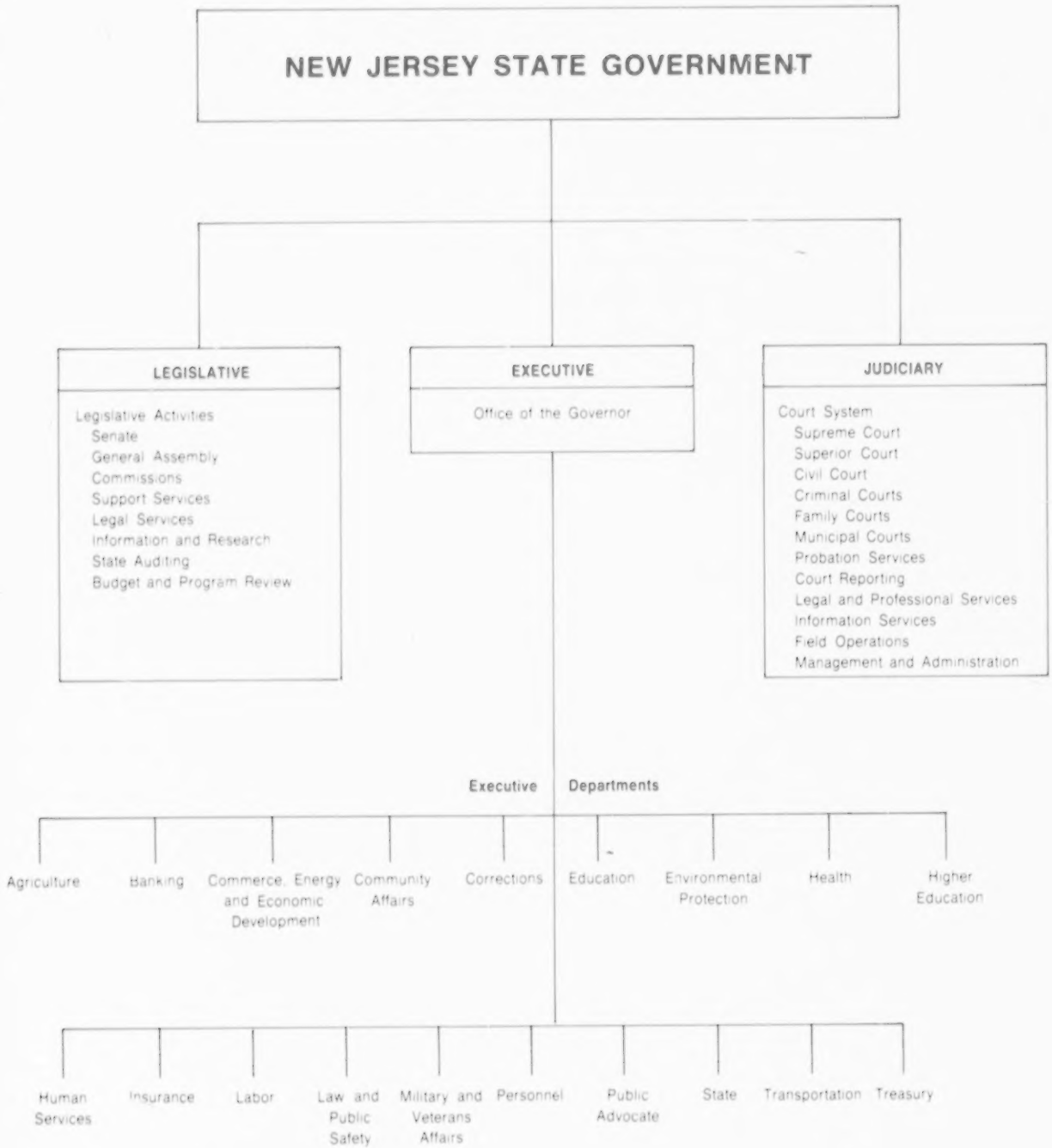
As New Jersey looks forward to the challenges of 1989 and 1990, we must look for ways to bring the revenue and expenditure trends of the state into a better balance in order that the State can continue to provide the resources and means to address the economic, social and environmental needs of its citizens.

Finally, we wish to express our appreciation to the many people whose dedicated efforts made possible the preparation of this report. We believe their combined efforts have produced a report that will enable government decision makers and concerned citizens to evaluate and understand the State's financial condition.

Respectfully submitted,

Feather O'Connor
State Treasurer

Richard B. Standiford
State Comptroller


NEW JERSEY STATE GOVERNMENT
LEGISLATIVE
Legislative Activities
Senate
General Assembly
Commissions
Support Services
Legal Services
Information and Research
State Auditing
Budget and Program Review
EXECUTIVE
Office of the Governor
JUDICIARY
Court System
Supreme Court
Superior Court
Civil Court
Criminal Courts
Family Courts
Municipal Courts
Probation Services
Court Reporting
Legal and Professional Services
Information Services
Field Operations
Management and Administration
Executive Departments
Agriculture
Banking
Commerce, Energy and Economic Development
Community Affairs
Corrections
Education
Environmental Protection
Health
Higher Education
Human Services
Insurance
Labor
Law and Public Safety
Military and Veterans Affairs
Personnel
Public Advocate
State
Transportation
Treasury

FINANCIAL SECTION

GENERAL PURPOSE FINANCIAL STATEMENT

LEGISLATIVE SERVICES COMMISSION
SENATOR
JOHN F. RUSSO
Chairman
ASSEMBLYMAN
ROBERT E. LITTELL
Vice-Chairman
SENATE
LEONARD T. CONNORS, JR.
JOHN H. DORSEY
MATTHEW FELDMAN
S. THOMAS GAGLIANO
JAMES R. HURLEY
CARMEN A. ORECHIO
LAURENCE S. WEISS
GENERAL ASSEMBLY
BYRON M. BAER
JOHN O. BENNETT
WILLIE B. BROWN
JOHN PAUL DOYLE
CHUCK HARDWICK
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JAMES J. DOLAN
State Auditor
(609) 292-3700

December 30, 1988

The Honorable Thomas H. Kean
Governor of New Jersey

The Honorable John F. Russo
President of the Senate

The Honorable Chuck Hardwick
Speaker of the General Assembly

Mr. Albert Porroni
Executive Director
Office of Legislative Services

Gentlemen:

Independent Auditor's Report

We have audited the general purpose financial statements of the State of New Jersey, and the combining and account group financial statements of the State as of and for the year ended June 30, 1988, as listed in the table of contents—Financial Section. These financial statements are the responsibility of the State of New Jersey's management. Our responsibility is to express an opinion on these financial statements based on our audits. We did not audit the financial statements of the enterprise and college and university funds. These statements were audited by other auditors whose reports have been furnished to us, and our opinion expressed herein, insofar as it relates to the amounts included for these entities, is based solely upon the reports of other auditors.

We conducted our audits in accordance with generally accepted governmental auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits and the reports of other auditors provide a reasonable basis for our opinion.

In our opinion, based on our audits and the reports of other auditors, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the State of New Jersey as of June 30, 1988, and the results of its operations and the changes in financial position of its proprietary funds and similar trust funds for the year then ended in conformity with generally accepted accounting principles. Also, in our opinion, based on our audit and the reports of other auditors, the combining and account group financial statements referred to above present fairly, in all material respects, the financial position of the State of New Jersey as of June 30, 1988, and the results of operations of such funds and the changes in financial position of individual proprietary funds and similar trust funds for the year then ended, in conformity with generally accepted accounting principles.

As more fully described in Note 2, the State of New Jersey has included the General Fixed Asset Account Group within the general purpose and account group financial statements. This change was made in order to comply with generally accepted accounting principles.

Also, as more fully described in Note 2, the nine State Colleges whose revenues and expenditures were previously accounted for in the General Fund are now presented as part of the College and University Funds in the general purpose and combining financial statements.

The accompanying statistical and supplemental schedules as listed in the aforementioned table of contents are presented for additional analysis and are not necessary for a fair presentation of the general purpose, combining, and account group financial statements. This information has not been audited by us and, accordingly, we do not express an opinion on them.

The examination was performed and this report is submitted pursuant to the State Auditor's audit responsibilities as set forth in Article VII, Section 1.6 of the State Constitution, and N.J.S.A. 52:24-4.

Respectfully submitted,

Stephen J. Krol
Assistant State Auditor

STATE OF NEW JERSEY
COMBINED BALANCE SHEET
ALL FUND TYPES AND ACCOUNT GROUPS
JUNE 30, 1988

	GOVERNMENTAL FUND TYPES			
	General Fund	Special Revenue Funds	Debt Service Fund	Capital Projects Funds
ASSETS				
CASH AND CASH EQUIVALENTS	$ 25,260,905	$ 10,242,822	$7,324,040	$ 33,789
INVESTMENTS	196,984,211	221,243,396	—	471,400
RECEIVABLES, NET OF ALLOWANCES FOR UNCOLLECTIBLES				
Federal government	458,376,460	391,521	—	47,638,027
Departmental accounts	719,724,297	195,678,768	—	26,995,892
Loans	3,154,563	270,019,270	—	—
Mortgages	—	—	—	—
Other	—	24,959,395	—	5,831,196
FIXED ASSETS, NET	—	—	—	—
OTHER ASSETS				
Due from other funds	2,288,045,768	770,660,404	—	125,223,552
Due from intergovernmental agencies	—	—	—	—
Advances to other funds	7,247,921	—	—	—
Deferred charges	2,940,000	1,967,320	—	—
Amount to be provided for:				
Retirement of bonds	—	—	—	—
Payment of capital leases	—	—	—	—
Other	3,928,756	12,980,017	—	—
Total Assets	$3,705,662,881	$1,508,142,913	$7,324,040	$206,193,856
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Accounts payable and accrued expenses	$ 918,064,108	$ 215,838,913	$ —	$ 50,001,560
Deferred revenue	102,907,601	3,473,062	—	—
Due to other funds	414,988,788	134,687,102	—	76,236,099
Due to intergovernmental agencies	—	—	—	—
Advances from other funds	—	6,533,846	—	—
Other	53,762,778	22,629,664	—	—
Matured interest payable	—	—	4,865,362	—
Matured bonds payable	—	—	2,458,678	—
Deferred compensation payable	—	—	—	—
General obligation bonds payable	—	—	—	—
Revenue bonds payable	—	—	—	—
Notes payable	—	—	—	—
Capital leases payable	—	—	—	—
Total Liabilities	1,489,723,275	383,162,587	7,324,040	126,237,659
FUND BALANCES				
Investment in general fixed assets	—	—	—	—
Cost of investment in facilities	—	—	—	—
Reserved for:				
Encumbrances	515,325,673	317,071,713	—	73,691,809
Higher education programs	—	—	—	—
Pension benefits	—	—	—	—
Surplus revenue	245,621,880	—	—	—
Other	47,417,485	298,432,193	—	—
Unreserved:				
Designated for continuing appropriations	916,568,972	638,935,080	—	194,508,681
Undesignated	491,005,596	(129,458,660)	—	(188,244,293)
Total Fund Balances	2,215,939,606	1,124,980,326	—	79,956,197
Total Liabilities and Fund Balances	$3,705,662,881	$1,508,142,913	$7,324,040	$206,193,856

The accompanying notes are an integral part of the financial statements.

PROPRIETARY FUND TYPE	FIDUCIARY FUND TYPES	ACCOUNT GROUPS		
Enterprise Funds	Trust and Agency Funds	General Fixed Asset Account Group	General Long-Term Debt Account Group	College and University Funds
$ 194,404,042	$ 55,776,787	$ —	$ —	$ 398,720,296
5,773,534,896	23,387,021,157	—	—	325,439,839
—	2,097,860,366	—	—	—
—	95,903,702	—	—	214,597,486
—	357,302,247	—	—	—
3,760,421,811	—	—	—	—
2,164,201,413	769,591,652	—	—	—
4,881,764,436	—	1,376,574,572	—	1,813,313,765
—	16,150,406,458	—	—	21,853,336
240,565,426	—	—	—	—
—	—	—	—	—
37,149,667	—	—	—	—
308,905,000	—	—	2,607,825,000	—
—	—	—	532,586,864	—
153,315,167	1,435,367	—	—	26,985,255
$17,514,261,858	$42,915,297,736	$1,376,574,572	$3,140,411,864	$2,800,909,977
$ 621,827,326	$ 1,280,661,901	$ —	$ —	$ 119,027,246
52,993,328	7,926,299	—	—	33,322,462
—	18,708,424,193	—	—	21,853,336
153,833,521	—	—	—	—
10,092,530	714,075	—	—	—
425,312,676	1,349,814,509	—	—	27,390,860
—	—	—	—	—
—	—	—	—	—
—	81,348,652	—	—	165,219
—	—	—	2,607,825,000	—
10,101,090,307	—	—	—	390,674,724
111,964,007	—	—	—	13,109,241
—	—	—	532,586,864	211,812,665
11,477,113,695	21,428,889,629	—	3,140,411,864	817,355,753
—	—	1,376,574,572	—	—
6,397,368	—	—	—	1,445,752,939
—	353,675	—	—	—
—	—	—	—	265,347,613
—	18,621,429,608	—	—	—
—	—	—	—	—
5,391,250,977	134,508,811	—	—	26,176,382
—	903,535	—	—	—
639,499,818	2,729,212,478	—	—	246,277,290
6,037,148,163	21,486,408,107	1,376,574,572	—	1,983,554,224
$17,514,261,858	$42,915,297,736	$1,376,574,572	$3,140,411,864	$2,800,909,977

STATE OF NEW JERSEY
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 1988

	GOVERNMENTAL	
	General Fund	Special Revenue Funds
REVENUES		
Taxes	$ 6,767,174,033	$2,811,159,594
Federal and other grants	2,375,277,799	843,462
Licenses and fees	430,350,429	56,915,822
Services and assessments	641,082,300	49,580,330
Investment earnings	81,107,903	57,616,947
Contributions	—	—
Other	68,992,573	1,282,975,486
Total Revenues	10,363,985,037	4,259,091,641
OTHER INCREASES		
Transfers from other funds	636,707,808	25,562,443
Proceeds from sale of bonds	—	—
Other	1,821,838	1,920,460
Total Other Increases	638,529,646	27,482,903
Total Revenues and Other Increases	11,002,514,683	4,286,574,544
EXPENDITURES		
Public safety and criminal justice	905,834,395	44,192,475
Physical and mental health	1,939,526,789	160,754,817
Educational, cultural and intellectual development	2,322,290,939	2,318,677,981
Community development and environmental management	520,196,847	67,621,982
Economic planning, development and security	1,560,238,759	92,202,457
Transportation programs	622,962,761	7,547,460
Government direction, management and control	2,228,749,508	472,000,428
Special government services	112,858,984	668,370,869
Debt service:		
Principal	—	—
Interest	—	—
Total Expenditures	10,212,658,982	3,831,368,469
OTHER DECREASES		
Transfers to other funds	551,912,559	598,384,992
Other	39,608,454	3,139,315
Total Other Decreases	591,521,013	601,524,307
Total Expenditures and Other Decreases	10,804,179,995	4,432,892,776
Net Increase (Decrease) in Fund Balances for the Year	198,334,688	(146,318,232)
FUND BALANCES—JULY 1, 1987	2,017,604,918	1,271,298,558
FUND BALANCES—JUNE 30, 1988	$ 2,215,939,606	$1,124,980,326

The accompanying notes are an integral part of the financial statements.

FUND TYPES		FIDUCIARY FUND TYPES
Debt Service Fund	Capital Projects Funds	Expendable Trust Funds
$ —	$ —	$1,234,040,385
—	307,176,272	34,349,164
—	—	3,630,005
—	235,707,670	114,881,711
—	10,612,760	206,738,430
—	—	280,745,315
—	21,156	23,311,108
—	553,517,858	1,897,696,118
348,373,586	—	202,338,973
—	—	—
—	—	657,043
348,373,586	—	202,996,016
348,373,586	553,517,858	2,100,692,134
—	5,049,381	—
—	—	—
—	323,450	18,154,430
—	20,918,284	1,798,489
—	—	902,794,467
—	578,012,126	—
—	—	565,187,788
—	—	—
166,615,000	—	—
181,758,586	—	—
348,373,586	604,303,241	1,487,935,174
—	10,427,333	52,257,926
—	—	4,328,229
—	10,427,333	56,586,155
348,373,586	614,730,574	1,544,521,329
—	(61,212,716)	556,170,805
—	141,168,913	2,209,650,532
$ —	$ 79,956,197	$2,765,821,337

STATE OF NEW JERSEY
COMBINED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCES
ALL PROPRIETARY FUND TYPES AND SIMILAR TRUST FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 1988

	PROPRIETARY FUND TYPES	FIDUCIARY FUND TYPES	
	Enterprise	Pension Trust	Nonexpendable Trust
REVENUES			
Charges for services and sales	$ 991,212,581	$ —	$ —
Contributions	—	1,486,536,484	—
Mortgage interest	184,511,000	—	—
Investment income	160,390,665	1,696,907,367	32,916
Governmental subsidies and grants	440,981,548	—	—
Other	315,746,058	620,922	—
Total Revenues	2,092,841,852	3,184,064,773	32,916
EXPENSES			
Operations	1,277,917,258	—	—
Benefit payments	—	987,549,290	—
Interest	362,757,270	—	—
Depreciation and amortization	122,586,118	—	—
Other	148,176,271	118,501,039	—
Total Expenses	1,911,436,917	1,106,050,329	—
Excess of Revenues Over Expenses	181,404,935	2,078,014,444	32,916
FUND BALANCE—Beginning Of Year	5,446,869,128	16,642,145,174	416,073
Other fund balances changes	408,874,100	—	(21,837)
FUND BALANCE—End Of Year	$6,037,148,163	$18,720,159,618	$427,152

The accompanying notes are an integral part of the financial statements.

STATE OF NEW JERSEY
COMBINED STATEMENT OF CHANGES IN FINANCIAL POSITION
ALL PROPRIETARY FUND TYPES AND SIMILAR TRUST FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 1988

	PROPRIETARY FUND TYPES	FIDUCIARY FUND TYPES	
	Enterprise	Pension Trust	Nonexpendable Trust
SOURCES OF FINANCIAL RESOURCES			
Operations:			
Excess of revenues over expenses	$ 181,404,935	$2,078,014,444	$32,916
Expenses not requiring current outlay of financial resources:			
Accretion and amortization	—	(7,122,534)	—
Depreciation and amortization	122,586,118	—	—
Other	52,539	—	(13,026)
Total Sources of Financial Resources from Operations	304,043,592	2,070,891,910	19,890
Decrease in investments	256,837,363	42,724,659	—
Issuance of notes payable	53,334,000	—	—
Issuance of revenue bonds	3,172,273,404	—	—
Increase of deferred revenue	(20,378,944)	—	—
Increase in accounts payable and accrued expenses	268,448,767	189,945,673	—
Increase in due to other funds	—	121,059,016	—
Increase in other liabilities	91,671,358	—	—
Other, net	408,874,100	—	9,235
Total Sources of Financial Resources	4,535,103,640	2,424,621,258	29,125
USES OF FINANCIAL RESOURCES			
Increase in deferred charges	872,000	—	—
Increase in due from other funds	—	2,095,053,061	—
Increase in investments	507,612,683	213,056,225	—
Increase in receivables	592,000,153	117,469,130	—
Increase in other assets	214,744,928	—	—
Acquisition of fixed assets-	449,631,525	—	—
Decrease in accounts payable and accrued expenses	18,588,424	1,100,813	—
Retirement of notes payable	18,801,666	—	—
Retirement of bonds	2,702,742,534	—	—
Total Uses of Financial Resources	4,504,993,913	2,426,679,229	—
Net Increase (Decrease) in Cash and Cash Equivalents	30,109,727	(2,057,971)	29,125
CASH AND CASH EQUIVALENTS—Beginning of Year	164,294,315	10,084,417	1,263
CASH AND CASH EQUIVALENTS—End of Year	$ 194,404,042	$ 8,026,446	$30,388

The accompanying notes are an integral part of the financial statements.

STATE OF NEW JERSEY
COLLEGE AND UNIVERSITY FUNDS
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 1988

	Total
REVENUES AND OTHER ADDITIONS	
Student tuition and fees	$ 237,086,994
State appropriations	694,028,880
Auxiliary enterprises	133,321,779
Patient service revenue	136,354,523
Governmental grants and contracts	125,682,352
Fringe benefits paid directly by the State of New Jersey	132,983,279
Private gifts, grants and contracts	76,750,878
Investment income	45,116,915
Realized gains on endowment investments	3,245,130
Interest on loans receivable	406,403
Expended for plant facilities	95,531,008
Retirement of indebtedness	7,213,702
Other	39,039,210
Total Revenues and Other Additions	1,726,761,053
EXPENDITURES AND OTHER DEDUCTIONS	
Educational and general:	
Instruction	476,784,182
Research	118,909,504
Public service	58,041,109
Academic support	63,553,398
Student services	75,867,202
Institutional support	144,535,285
Scholarships and fellowships	30,367,071
Operation and maintenance plant	132,479,438
Auxiliary enterprises	101,038,239
Expenditures for plant facilities	94,635,088
Loan cancellations, write-offs and refunds	1,142,317
Disposal of property, plant and equipment	4,856,404
Interest on indebtedness	38,072,343
Retirement of indebtedness	7,213,702
Other	192,453,670
Total Expenditures and Other Deductions	1,539,948,952
Net Increase (Decrease) in Fund Balances	186,812,101
FUND BALANCES—JULY 1, 1987	1,796,742,123
FUND BALANCES—JUNE 30, 1988	$1,983,554,224

The accompanying notes are an integral part of the financial statements.

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STATE OF NEW JERSEY
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL—BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 1988

	Actual	Adjustment to Budgetary Basis
REVENUES		
Taxes	$ 6,767,174,033	$ (4,195,838)
Federal and other grants	2,375,277,799	88,569,099
Licenses and fees	430,350,429	559,512
Services and assessments	641,082,300	4,346,873
Investment earnings	81,107,903	—
Other	68,992,573	300,344
Total Revenues	10,363,985,037	89,579,990
OTHER INCREASES		
Transfers from other funds	636,707,808	(68,711)
Other	1,821,838	81,655,991
Total Other Increases	638,529,646	81,587,280
Total Revenues and Other Increases	11,002,514,683	171,167,270
EXPENDITURES		
Public safety and criminal justice	905,834,395	34,241,866
Physical and mental health	1,939,526,789	50,184,713
Educational, cultural and intellectual development	2,322,290,939	27,898,467
Community development and environmental management	520,196,847	76,543,692
Economic planning, development and security	1,560,238,759	22,868,582
Transportation programs	622,962,761	4,095,056
Government direction, management and control	2,228,749,508	36,370,930
Special government services	112,858,984	(9,884,706)
Total Expenditures	10,212,658,982	242,318,600
OTHER DECREASES		
Transfers to other funds	551,912,559	(7,829,884)
Other	39,608,454	(39,608,454)
Total Other Decreases	591,521,013	(47,438,338)
Total Expenditures and Other Decreases	10,804,179,995	194,880,262
Net Increase (Decrease) in Fund Balances for the Year	$ 198,334,688	$ (23,712,992)

The accompanying notes are an integral part of the financial statements.

Actual on Budgetary Basis	Budget	Variance-Favorable (Unfavorable)
$ 6,762,978,195	$ 6,528,867,334	$ 234,110,861
2,463,846,898	2,464,677,333	(830,435)
430,909,941	490,659,939	(59,749,998)
645,429,173	644,662,543	766,630
81,107,903	34,135,033	46,972,870
69,292,917	125,642,063	(56,349,146)
10,453,565,027	10,288,644,245	164,920,782
636,639,097	607,449,449	29,189,648
83,477,829	83,477,829	—
720,116,926	690,927,278	29,189,648
11,173,681,953	10,979,571,523	194,110,430
940,076,261	1,034,163,917	94,087,656
1,989,711,502	2,015,091,294	25,379,792
2,350,189,406	2,558,059,409	207,870,003
596,740,539	968,374,940	371,634,401
1,583,107,341	1,658,549,898	75,442,557
627,057,817	711,313,896	84,256,079
2,265,120,438	2,533,026,894	267,906,456
102,974,278	113,707,005	10,732,727
10,454,977,582	11,592,287,253	1,137,309,671
544,082,675	544,082,675	—
—	—	—
544,082,675	544,082,675	—
10,999,060,257	12,136,369,928	1,137,309,671
$ 174,621,696	$ (1,156,798,405)	$1,331,420,101

STATE OF NEW JERSEY
PROPERTY TAX RELIEF FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL—BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 1988

	Actual	Adjustment to Budgetary Basis
REVENUES		
Taxes	$ 2,557,635,108	$ —
Total Revenues	2,557,635,108	—
OTHER INCREASES		
Transfers from other funds	59,061	—
Total Other Increases	59,061	—
Total Revenues and Other Increases	2,557,694,169	—
EXPENDITURES		
Educational, cultural and intellectual development	2,292,500,398	517,127
Government direction, management and control	431,144,683	(3,527,215)
Total Expenditures	2,723,645,081	(3,010,088)
OTHER DECREASES		
Total Other Decreases	—	—
Total Expenditures and Other Decreases	2,723,645,081	(3,010,088)
Net Increase (Decrease) in Fund Balances for the Year	$ (165,950,912)	$3,010,088

The accompanying notes are an integral part of the financial statements.

Actual on Budgetary Basis	Budget	Variance-Favorable (Unfavorable)
$ 2,557,635,108	$ 2,580,000,000	$(22,364,892)
2,557,635,108	2,580,000,000	(22,364,892)
59,061	—	59,061
59,061	—	59,061
2,557,694,169	2,580,000,000	(22,305,831)
2,293,017,525	2,304,300,000	11,282,475
427,617,468	431,976,000	4,358,532
2,720,634,993	2,736,276,000	15,641,007
—	—	—
2,720,634,993	2,736,276,000	15,641,007
$ (162,940,824)	$ (156,276,000)	$ (6,664,824)

STATE OF NEW JERSEY
GUBERNATORIAL ELECTIONS FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL—BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 1988

	Actual	Adjustment to Budgetary Basis
REVENUES		
Other	$1,456,065	$ —
Total Revenues	1,456,065	—
EXPENDITURES		
Public safety and criminal justice	(1,530)	1,530
Total Expenditures	(1,530)	1,530
Net Increase (Decrease) in Fund Balances for the Year	$1,457,595	$(1,530)

The accompanying notes are an integral part of the financial statements.

Actual on Budgetary Basis	Budget	Variance-Favorable (Unfavorable)
$1,456,065	$1,600,000	$(143,935)
1,456,065	1,600,000	(143,935)
—	—	—
—	—	—
$1,456,065	$1,600,000	$(143,935)

STATE OF NEW JERSEY
CASINO CONTROL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL—BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 1988

	Actual	Adjustment to Budgetary Basis
REVENUES		
Licenses and fees	$52,257,150	$ —
Total Revenues	52,257,150	—
OTHER INCREASES		
Transfers from other funds	—	—
Total Other Increases	—	—
Total Revenues and Other Increases	52,257,150	—
EXPENDITURES		
Public safety and criminal justice	29,612,302	1,122,875
Government direction, management and control	21,964,837	400,905
Total Expenditures	51,577,139	1,523,780
OTHER DECREASES		
Transfers to other funds	60,648	(60,648)
Total Other Decreases	60,648	(60,648)
Total Expenditures and Other Decreases	51,637,787	1,463,132
Net Increase (Decrease) in Fund Balances for the Year	$ 619,363	$(1,463,132)

The accompanying notes are an integral part of the financial statements.

Actual on Budgetary Basis	Budget	– Variance- Favorable (Unfavorable)
$52,257,150	$58,133,000	$(5,875,850)
52,257,150	58,133,000	(5,875,850)
—	—	—
—	—	—
52,257,150	58,133,000	(5,875,850)
30,735,177	34,233,000	3,497,823
22,365,742	23,900,000	1,534,258
53,100,919	58,133,000	5,032,081
—	—	—
—	—	—
53,100,919	58,133,000	5,032,081
$ (843,769)	$ —	$ (843,769)

STATE OF NEW JERSEY
CASINO REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL—BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 1988

	Actual	Adjustment to Budgetary Basis
REVENUES		
Taxes	$208,389,588	$ —
Investment earnings	14,916,972	—
Other	3,471,897	—
Total Revenues	226,778,457	—
OTHER INCREASES		
Total Other Increases	—	—
Total Revenues and Other Increases	226,778,457	—
EXPENDITURES		
Physical and mental health	77,299,784	1,216,073
Educational, cultural and intellectual development	16,766,114	3,230,484
Economic planning, development and security	66,495,428	4,337,967
Transportation programs	7,547,460	6,402,540
Government direction, management and control	18,890,908	175
Total Expenditures	186,999,694	15,187,239
OTHER DECREASES		
Transfers to other funds	4,800,000	—
Total Other Decreases	4,800,000	—
Total Expenditures and Other Decreases	191,799,694	15,187,239
Net Increase (Decrease) in Fund Balances for the Year	$ 34,978,763	$(15,187,239)

The accompanying notes are an integral part of the financial statements.

Actual on Budgetary Basis	Budget	Variance-Favorable (Unfavorable)
$208,389,588	$ 199,000,000	$ 9,389,588
14,916,972	6,000,000	8,916,972
3,471,897	3,471,897	—
226,778,457	208,471,897	18,306,560
—	—	—
226,778,457	208,471,897	18,306,560
78,515,857	117,937,897	39,422,040
19,996,598	20,000,000	3,402
70,833,395	81,601,000	10,767,605
13,950,000	13,950,000	—
18,891,083	18,900,000	8,917
202,186,933	252,388,897	50,201,964
4,800,000	4,800,000	—
4,800,000	4,800,000	—
206,986,933	257,188,897	50,201,964
$ 19,791,524	$ (48,717,000)	$68,508,524

NOTE 1—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(A) FUND ACCOUNTING

The Governmental Accounting Standards Board in its Statement 1 entitled *Authoritative Status of NCGA Pronouncements and AICPA Industry Audit Guide* continued in force the National Council on Governmental Accounting's (NCGA) Statement 1. NCGA Statement 1 defines a fund as a fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations. These statements reflect financial reporting practices in accordance with that definition.

Basis of Preparation:

The accompanying financial statements include the fund and account groups of the State of New Jersey. In addition, the financial statements of various public benefit corporations, authorities, commissions, colleges and universities for which the State has oversight responsibility have been included as part of the State's financial reporting entity.

The financial statements have been prepared primarily from accounts and records maintained by the State Comptroller. The financial data for the various public benefit corporations, authorities, commissions, colleges and universities has been derived from reports prepared by those organizations based on independent accounting systems maintained by those organizations.

GOVERNMENTAL FUNDS

General Fund:

The General Fund is the fund into which all State revenues, not otherwise restricted by statute, are deposited and from which appropriations are made. The largest part of the total financial operations of the State is accounted for in the General Fund. Most revenues received from taxes and Federal sources and certain miscellaneous revenue items are recorded in the General Fund. The appropriations act enacted by the Legislature provides the basic framework for the operation of the General Fund.

Special Revenue Funds:

Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than special assessments, expendable trusts, or for major capital projects) that are legally restricted to expenditure for specified purposes.

Debt Service Fund:

The Debt Service Fund accounts for the accumulation of resources for, and the payment of, general long-term debt principal and interest. Amounts provided by the General Fund are deposited with banks that serve as paying agents.

The accounts which comprise this Fund are established based upon the following bond acts:

Beaches and Harbors (1977)
Clean Waters (1976)
Community Development (1982)
Correctional Facilities Construction (1982)
Correctional Facilities Construction (1987)
Emergency Flood Control (1978)
Energy Conservation (1980)
Farmland Preservation (1981)
Hazardous Discharge Fund (1981)
Hazardous Discharge Fund (1986)
Higher Education Construction (1971)
Highway Improvement (1930)
Human Services Facilities Construction (1984)
Institutional Construction (1978)
Institutions Construction (1976)
Jobs, Science and Technology (1984)
Medical Education Facilities (1977)
Natural Resources (1980)
New Jersey Bridge Rehabilitation and Improvement (1983)
New Jersey Green Acres (1983)
New Jersey Green Acres Cultural Center and Historic Preservation (1987)
New Jersey Institutions Construction (1964)
Pinelands Infrastructure Trust (1985)
Public Building Construction (1968)
Public Purpose Buildings Construction (1980)
Refunding Bonds (1985)
Resource Recovery and Solid Waste Disposal (1985)
Shore Protection (1983)
State Facilities for Handicapped (1973)
State Higher Education Construction (1964)
State Housing Assistance (1968)
State Institution Construction (1960)
State Land Acquisition and Development (1978)
State Mortgage Assistance (1976)
State Recreation and Conservation Land Acquisition (1961)
State Recreation and Conservation Land Acquisition (1971)
State Recreation and Conservation Land Acquisition and Development (1974)
State Transportation (1968)

Transportation Rehabilitation and Improvement (1979)
Wastewater Treatment (1985)
Water Conservation (1969)
Water Development (1958)
Water Supply (1981)

Capital Projects Funds:

The Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities for State use. Funds granted to other units of government for facilities are not classified as Capital Projects Funds and are included as expenditures of Special Revenue Funds. The State Land Acquisition and Development Fund, State Recreation and Conservation Land Acquisition Fund (1971), and State Recreation and Conservation Land Acquisition and Development Fund (1974), which have been classified as Special Revenue Funds, and the Transportation Rehabilitation and Improvement Fund, which is classified as a Capital Projects Fund, include funds both for capital facilities for State use and for grants to other units of government.

PROPRIETARY FUND TYPE

Enterprise Funds:

Enterprise Funds account for operations where the intent of the State is that the cost of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges, or where periodic measurement of the results of operations is appropriate for capital maintenance, public policy, management control, accountability, or other purposes. The Enterprise Funds include the accounts of public benefit corporations, public authorities, private not-for-profit corporations and similar entities. The accompanying financial statements are derived from their most recently issued annual financial statements. The inclusion of these entities in the State's combined financial statements reflects the oversight role exercised by the State over them, but does not affect their separate legal standing. Oversight is defined to include criteria such as appointment of the board, designation of management, scope of public service and the ability to significantly influence operations.

Additional information, including an explanation of the entities included and their bases of accounting, is provided in Note 19.

FIDUCIARY FUNDS

Trust and Agency Funds:

Trust and Agency Funds are used to account for assets held by the State in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds. These include Expendable Trust, Nonexpendable Trust, Pension Trust, and Agency Funds. Nonexpendable Trust and Pension Trust Funds are accounted for in essentially the same manner as proprietary funds since capital maintenance is critical. Expendable Trust Funds are accounted for in essentially the same manner as governmental funds. Agency Funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

ACCOUNT GROUPS

General Long-Term Debt Account Group:

The General Long-Term Debt Account Group accounts for the unmatured general long-term liabilities of the State.

There are four types of public purpose capital financings through borrowing which are done by the State of New Jersey or which the State supports through annual appropriations: (1) full faith and credit or direct debt; (2) authority financing; (3) capital leases, installment purchases and certificates of participation; (4) state-aid for local educational financings.

This account group sets forth the amounts which are supported by the State's full faith and credit (item 1 and 3 above) and do not include borrowing by authorities or local financing (item 2 and 4 above). Borrowing by authorities, colleges and universities is described in Notes 19 and 20.

The General Long-Term Debt Account Group includes the liabilities for future payments under capital lease agreements.

General Fixed Asset Account Group:

The General Fixed Asset Account Group is maintained to account for the State's fixed assets acquired or constructed for general government purposes. They do not include infrastructure ("public domain" fixed assets) or fixed assets accounted for in Proprietary Fund Types and the College and University Funds. However, the State acquired and retains title to certain property shown in the College and University Funds and would be entitled to any proceeds from the ultimate disposition of such property.

COLLEGE AND UNIVERSITY FUNDS

The College and University Funds account for the operations of the following colleges and universities, including their foundations and associations, in accordance with existing authoritative accounting and reporting principles applicable to universities and hospitals.

Thomas A. Edison State College
Glassboro State College
Jersey City State College
Kean College of New Jersey
Montclair State College
New Jersey Institute of Technology
The William Paterson College of New Jersey

Ramapo College of New Jersey
Richard Stockton State College
Rutgers University
Trenton State College
University of Medicine and Dentistry
of New Jersey

The accompanying financial statements are derived from the colleges' and universities' annual financial statements for the year ended June 30, 1988. Additional information including an explanation of the colleges and universities included and their basis of accounting is provided in Note 20.

(B) BASIS OF ACCOUNTING

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made regardless of the measurement focus applied.

The General Fund, Special Revenue Funds, Debt Service Funds, Capital Projects Funds, Expendable Trust Funds, and Agency Funds are accounted for using the modified accrual basis of accounting. Under this basis, revenues are recognized in the accounting period in which they become susceptible to accrual—that is, when they become both measurable and available to finance expenditures of the fiscal period. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Those revenues which are considered to be susceptible to accrual include amounts received during the 12 month period subsequent to June 30 that were earned as of June 30 and in the hands of receiving agents. In addition, accruals include amounts earned as of June 30 for investment earnings, Federal Revenues, and items billed as of June 30 but received subsequent to July 31.

Pension and non-expendable Trust Funds are accounted for on an accrual basis of accounting.

Revenues that are determined not to be susceptible to accrual because they either are not available soon enough to pay liabilities of the current period or are not objectively measurable include various fees and self-assessed taxes.

Refunds of revenue applicable to June 30 but anticipated to be paid subsequently are recorded as liabilities and reductions of revenue when they are measurable and their validity seems certain.

Appropriations are authorized by an act of the Legislature for expenditure during the fiscal year and for a period of one month thereafter. Expenditures are recorded on an accrual basis when the related liability is incurred. Modifications to the accrual basis of accounting include:

(a) Disbursements for prepaid expenses, inventory items, and fixed assets which are recorded as expenditures when incurred.

(b) Accumulated unpaid vacation and sick pay which are not accrued. (See Note 12).

Expenditures for principal and interest on general obligation long-term debt are recognized as expenditures when due.

Encumbrances represented by purchase orders and contracts are recorded and reported as reservations of fund balance since they do not constitute expenditures or liabilities.

The General Long-Term Debt Account Group and General Fixed Asset Account Group are not funds. An account group is concerned only with the measurement of financial position and does not involve measurement of results of operations.

(1) GENERAL OBLIGATION BONDS

At the time of sale of general obligation serial bonds by the State, as authorized by the approved bond act, the principal amount of each series sold is recorded in an account of the General Long-Term Debt Account Group. The recording of the long-term liability is offset with an increase to the "amount to be provided" account.

Upon enactment of the State's annual appropriations for amounts of principal to be paid to bondholders during that fiscal year, such amounts of principal as appropriated reduce both the amount to be provided and the general obligation bond payable accounts.

(2) LEASE COMMITMENTS

Obligations for future lease commitments due beyond six years from the balance sheet date are recorded at the lesser of the present value of future minimum lease payments under capitalized realty and equipment lease agreements or the asset's fair market value at the inception of the lease. The recording of the long-term liability is offset with an increase in the "amount to be provided" account.

(C) REVENUE AND EXPENDITURE BUDGETS

1. The General Fund and those Special Revenue Funds detailed in the following table operate under a budgetary control system comprised of:

(a) The Annual Appropriations Act approved June 30, 1987 for fiscal year 1988 and various supplemental appropriations acts during the fiscal year.

(b) Reappropriations (authorized by the Annual Appropriations Act) of prior year funds which are available for expenditure in the current year.

(c) Appropriated Revenues (authorized by the

Annual Appropriations Act) which established certain revenues as appropriations.

The above items provided the following amounts for the fiscal year 1988 budget:

Revenue and Other Increases (In Millions)

	General Fund	Casino Control Fund	Casino Revenue Fund	Gubernatorial Elections Fund	Property Tax Relief Fund
Annual Appropriations Act	$ 7,274.6	$58.1	$205.0	$1.6	$2,580.0
Reappropriations	64.0	—	—	—	—
Appropriated Revenue	3,641.0	—	3.5	—	—
Totals	$10,979.6	$58.1	$208.5	$1.6	$2,580.0

Expenditures and Other Decreases (In Millions)

	General Fund	Casino Control Fund	Casino Revenue Fund	Gubernatorial Elections Fund	Property Tax Relief Fund
Annual Appropriations Act	$ 7,522.3	$58.1	$252.7	$ —	$2,736.3
Reappropriations	973.1	—	1.0	—	—
Appropriated Revenue	3,641.0	—	3.5	—	—
Totals	$12,136.4	$58.1	$257.2	$ —	$2,736.3

Budgetary control is maintained at the program unit level.

The accompanying Statement of Revenues, Expenditures and Changes in Fund Balances, Budget and Actual—Budgetary Basis presents comparisons of the legally adopted budget with actual data on a budgetary basis.

The State's budgetary basis of accounting differs from that utilized to present financial statements in conformance with generally accepted accounting principles (GAAP). The main differences between the budgetary basis and the GAAP basis are that under the budgetary basis encumbrances are recognized as expenditures, the Federal revenue related to such encumbrances is also recognized, and the budgetary basis reflects transactions only for the current fiscal year.

There were no expenditures in excess of appropriations for those funds operating under an annual budgetary control system.

2. Other Special Revenue Funds, Capital Projects Funds, and Trust Funds do not operate under an annual budgetary control system, but expenditures are authorized by the enabling legislation. Accordingly, the Statement of Revenues, Expenditures and Changes in Fund Balances, Budget and Actual—Budgetary Basis does not include these funds.
3. The State Lottery operates under an informal budgetary control system approved by the New Jersey State Lottery Commission which for fiscal year 1988 resulted in the Governor's revenue certification of $502.7 million representing transfers from the State Lottery Fund to the General Fund for administration ($22.7 million) and for state institutions and education ($480.0 million).

(D) FIXED ASSETS

General fixed assets are reported at cost or estimated historical cost based on appraisals or other acceptable methods when historical cost information is not available. Donated fixed assets are stated at fair market value at the date of donation. The State's general fixed assets consist of: 1) all land including parks and forests; 2) all general governmental buildings, including hospitals, care and correctional facilities; 3) land improvements and machinery and equipment with a unit cost of $25,000 and $20,000 or more, respectively, used in general governmental operations; and 4) capital projects in the process of construction. Depreciation is not provided on general fixed assets.

General fixed assets subject to capital leases are classified as fixed assets in amounts equal to the lesser of the fair market value of the asset or the present value of the net minimum lease payments at the inception of the lease.

(E) FUND BALANCES

The Fund balance of the various funds consists of: (a) **Cost of investment in facilities**—used to record

the net investment in fixed assets, including land and land improvements, buildings, equipment and construction in progress.

(b) **Reserved for encumbrances**—used to segregate a portion of fund balance to provide for expenditure upon vendor performance of purchase agreements.

(c) **Reserved—Higher education programs**—used to record the portion of fund balance set aside for instruction, research, loans to students, and current operations.

(d) **Reserved—Pension benefits**—used to accumulate all active member, State and other employer contributions and investment income from which all benefit payments are made.

(e) **Reserved—Other**—used to earmark a portion of the fund balance to indicate it is either a resource currently unavailable for appropriation or expenditure, or a statutory restriction on current fund balance.

(f) **Unreserved-Designated for continuing appropriations**—used to represent that portion of the fund balance available to finance expenditures of the subsequent period.

(g) **Unreserved-Undesignated**—used to represent that portion of the fund balance resources available for appropriation.

(F) OTHER

(1) CONSTITUTIONAL PROVISIONS

The State Constitution provides that the Legislature may not create a debt (where total outstanding debt would exceed one percent of total appropriations for the year) unless such law shall have been submitted to the people at a general election and approved by a majority of the legally qualified voters.

(2) FINANCIAL REPORTING

Agency Funds—Change in Assets and Liabilities

Agency Funds are custodial in nature and do not involve measurement of operations; accordingly, there is no Statement of Revenues, Expenditures and Changes in Fund Balances.

(3) OPERATING TRANSFERS

During the course of normal operations the State has numerous routine transactions between funds, including expenditures and transfers of resources to provide administrative services, program services, and service debt. The accompanying financial statements generally reflect such transactions as operating transfers. Operating transfers represent legally authorized transfers from a fund receiving revenue to the fund through which the resources are to be expended and do not represent reimbursements of expenses.

(4) OTHER

The financial statements of the Client Security Fund and the Office of Attorney Ethics are as of December 31, 1987. These funds are administered by state officials within the Judicial Branch of the State Government. Other significant accounting policies are described in Notes 2 to 21.

NOTE 2—CHANGES IN ACCOUNTING POLICY

(A) RECLASSIFICATIONS

The Wastewater Treatment Trust Fund has been reclassified from a Special Revenue Fund to an Agency Fund since it is custodial in nature and does not involve measurement of results of operations. In addition, the Salem Municipal Port Authority Assistance Fund has been reclassified from a Special Revenue Fund to a Trust Fund.

(B) CHANGE IN REPORTING

Effective July 1, 1987, nine state colleges whose revenues and expenditures were previously accounted for in the General Fund were given autonomous status and are now included in the College and University Funds.

The State's initial valuation of general fixed assets was made as of June 30, 1988 based on appraisal (estimated historical cost) and actual historical cost data. Accordingly, it was not practical to determine the changes in general fixed assets for the year ended June 30, 1988.

NOTE 3—CASH AND DEPOSITS

(a) Negative book balances of $220.7 million representing a managed overdraft have been reclassified and are included in the accounts payable balance as follows:

Funds	Amount (In Millions)
General Fund	$188.6
Special Revenue Funds	2.3
Capital Projects Funds	1.7
Trust and Agency Funds	28.1
Total	$220.7

(b) Cash transactions of the Casino Control, Casino Revenue, Gubernatorial Elections, Special Transportation and Property Tax Relief Funds are made through and by the General Fund cash accounts. The balances of cash for these funds held in the General Fund, after receipt and disbursement transactions, are accounted for and reflected in the respective Due from or Due to

accounts on the Balance Sheets. All other funds maintain individual bank accounts.

(c) In the Debt Service Fund, the liability for principal and interest is derived from amounts reported by the fiscal agent banks as of June 30, 1988.

(d) New Jersey Revised Statutes (52:18-16.1) sets the policy that the State Treasurer must follow when depositing State Funds and for the collateralization of such funds. The relationship between the face amount of the collateral and the amount of a deposit is not statutory but is stipulated by the State Treasurer. All bank accounts in which the State Treasurer deposits funds as well as certificates of deposit must be collateralized. Securities pledged as collateral must consist of obligations of or guaranteed by the United States or by the State of New Jersey. Securities are pledged in the State Treasurer's name and held by a custodian bank under a custodian agreement.

Collateral requirements for demand accounts and time accounts for banks having less than $10 million in State deposits per month are 100% and 120% of collateral, respectively, of the highest daily balance of each account. For banks that have State deposits which total $10 million or more per month, the amount of collateral required is 120% of the total average daily balance on deposit in the bank during each calendar quarter of the year. The amount of collateral required for certificates of deposit is 120% par value minus FDIC and FSLIC Coverage.

The State Department of Treasury monitors the level of collateral required to be maintained by the banks.

NOTE 4—INVESTMENTS

All securities purchased are recorded at cost and amortized for premium or discount. Securities received as donations and from settlement of claims are recorded at market value when received, and any difference between that and the par value is amortized. Investments of the Deferred Compensation Fund and Supplemental Annuity Collection Trust Fund are recorded at market value. At June 30, 1988 the book value approximates market value. Investments of Common Pension Fund A and Common Pension Fund B totalling $14.0 billion are recorded at cost. The market value of these investments at June 30, 1988 is $16.1 billion.

In addition to the amounts invested directly, most of the funds included herein participate in the State of New Jersey Cash Management Fund wherein amounts also contributed by other units of government are combined into a large scale investment program. The State's participation in the Cash Management Fund is reflected as part of Due from other funds in the Balance Sheet and consists of the following:

Funds	Amount Invested (In Millions)
General Fund	$1,929.7
Special Revenue Funds[1]	368.6
Capital Projects Funds[1]	121.7
Trust and Agency Funds	1,654.0
Total	$4,074.0

[1]The Casino Control, Casino Revenue, Gubernatorial Elections, Special Transportation and Property Tax Relief Funds do not maintain separate investment accounts. Since cash transactions are handled by and through the General Fund as described in Note 3, any available cash balances for these funds reside in the General Fund and are combined with other balances for either participation in the State of New Jersey Cash Management Fund or direct investment as part of the General Fund large scale investment program. Except for the Casino Revenue Fund and the Casino Control Fund, investment earnings for these funds accrue to the General Fund.

The value of the Cash Management Fund at the balance sheet date approximates market value.

Approximately $342.1 million of investments represents deposit fund contracts for future installment payments of lottery prizes due beyond one year from the balance sheet date. Lottery prizes are funded by the purchase of deposit fund contracts which, when matured, will provide amounts sufficient for future payment of installment prizes. Purchases of deposit fund contracts are recorded as an expenditure in the State Lottery Fund in the year of purchase. An agency fund has been established to record the deposit fund contracts and related liabilities at present value. In the event of default in making future payments by the insurance company from which the contracts were purchased, the State Lottery Commission would be liable for such future payments. Face value of deposit fund contracts approximates $716.2 million.

Statutes of the State of New Jersey and regulations of the State Investment Council authorize the Division of Investment to invest in obligations of the U.S. Treasury, agencies, and municipal or political subdivisions of the State; commercial paper; bankers acceptances; revenue obligations of public authorities; debt instruments of banks; collateralized notes and mortgages; certificates of deposit; repurchase agreements; equity and convertible equity securities and other common types of investment securities. Investee institutions and organizations are prescribed by the statutes and regulations based on such things as minimum capital, dividend paying history, credit history, and other evaluation factors.

The purchase, sale, receipt of income and other transactions affecting investments are governed by

custodial agreements between the investing funds through the State Treasurer and custodian banks as agents for the funds. State laws and policies set forth the requirements of such agreements and other particulars as to the size of the custodial institution, amount of the portfolio to be covered by the agreements and other pertinent matters.

Federal securities, including federal securities held as collateral on repurchase agreements, are maintained at Federal Reserve Banks in Philadelphia and New York through the custodian banks in trust for the State of New Jersey. A significant portion of corporate equity and debt securities are maintained by the Depository Trust Company (DTC) through the custodian banks in trust for the State of New Jersey.

Securities not maintained by the Federal Reserve Banks or DTC are in the name of a designated nominee representing the securities of a particular state fund which establishes the state fund's unconditional right to the securities. The custodian banks as agents for the state funds maintain internal accounting records identifying the securities maintained by the Federal Reserve Banks and the DTC as securities owned by or pledged to the state funds.

Except for repurchase agreements ($362,175,000 at June 30, 1988 secured by federal securities), collateralization of investment is generally not required.

The following schedule (in millions) presents the carrying amount and market value of investments by type of investment for the State's Governmental and Fiduciary Fund types. The schedule does not include the investments of the Enterprise Funds and the College and University Funds.

Type of Security	Carrying Value	Market Value
U.S. Government and Other Government bonds and obligations	$10,444.2	$10,550.0
Repurchase agreements	362.2	362.2
Industrial bonds and commercial paper	1,044.2	1,022.4
Telephone bonds	172.9	159.4
Gas, electric and water bonds	831.7	778.2
Finance companies—senior debt	42.3	39.6
Common stocks	7,315.2	9,338.4
Mortgage—backed certificates	2,603.0	2,568.7
Time certificates of deposit	574.6	574.6
Lottery deposit fund contracts	342.1	342.1
Other	42.3	40.1
Accounting practices for adjustments to cost	25.1	—
Total	$23,799.8	$25,775.7

The investments of the Enterprise Funds and the College and University Funds consist primarily of U.S. Government Securities and other Government bonds and securities, units of the State of New Jersey Cash Management Fund, mortgage backed certificates, time certificates of deposit, and other various types of securities.

NOTE 5—GENERAL FIXED ASSETS

A summary of the General Fixed Asset Account Group by category is as follows:

	Amount (In Millions)
Land	$ 206.3
Land Improvements	41.4
Buildings and improvements	843.0
Machinery and equipment	231.4
Construction in progress	54.5
Total	$1,376.6

Construction in progress included in the General Fixed Asset Account Group is composed of the following:

Project	Amount (In Millions) Current Project Obligation	Expended Through June 30, 1988	Current Obligation Remaining
Department of Human Services' Institutions	$ 40.7	$26.3	$14.4
General Government Office Buildings	16.9	13.4	3.5
Department of Corrections' Institutions	33.0	11.7	21.3
Other Projects	13.2	3.1	10.1
Total	$103.8	$54.5	$49.3

NOTE 6—RECEIVABLES

Departmental

Departmental accounts receivable include amounts which were substantially collected within the one month period subsequent to June 30 and include most major tax revenues. Amounts included in these receivables but not collected within the one month period subsequent to June 30 are deemed to be collectible, and therefore no allowance for doubtful accounts is necessary.

In addition, the Departmental accounts receivables are reflected net of allowances of $131.8 million as follows:

	Amount (In Millions)
General Fund:	
Class II Railroad Taxes and Interest Receivable	$ 34.3
Railroad Franchise Taxes Receivable	8.9
Patient Accounts Receivable	.8
Special Revenue Funds:	
Casino Control Fund—Fees	1.7
Trust Funds:	
Unemployment Compensation Contributions Receivable	70.8
State Disability Benefits Contributions Receivable	15.3
Total	$131.8

Federal

Federal government receivables are composed of amounts established as appropriations based upon grant awards, the expenditure of which is the basis for reimbursement. Since all amounts due from the Federal government are considered to be collectible, no allowance has been established for doubtful collections. Also see Note 18—Contingent Liabilities.

These Federal receivables are reported in conformance with generally accepted accounting principles as defined in *Statement 2—Grant, Entitlement and Shared Revenue Accounting and Reporting by State and Local Governments* published by the National Council on Governmental Accounting. Inasmuch as encumbrances do not constitute expenditures, and since recognition of grants and entitlements as revenue is primarily based on expenditures, there is an additional $554.1 million of Federal government awards consisting of encumbrances and appropriation balances which are considered unearned and unrecorded as of June 30, 1988.

Loans and Other

Fund	Amount (In Millions)				
	Loans	Other	Gross	Allowance	Net
General Fund	$ 3.2	$ 69.9	$ 73.1	$ 69.9	$ 3.2
Special Revenue Funds	278.6	95.6	374.2	79.2	295.0
Capital Projects Funds	—	5.8	5.8	—	5.8
Trust and Agency Funds	359.1	845.2	1,204.3	77.4	1,126.9
Total	$640.9	$1,016.5	$1,657.4	$226.5	$1,430.9

Loans receivable ($640.9 million) are reduced by allowances of $10.4 million and include $22.7 million due from the New Jersey Housing and Mortgage Finance Authority, $10.8 million due the Luxury Tax Fund from the Atlantic County Improvement Authority for housing projects, $226.3 million due from local units of government for environmental projects, $6.6 million representing Higher Education Assistance Fund loans to students, $339.8 million representing loans from respective pension funds to participating members of the pension funds, and $20.9 million loaned to local units of government for economic development.

Other Receivables totaling $1,016.5 million are reduced by allowances of $216.1 million and include amounts due from lottery ticket sales ($19.2 million), receivables for surcharge remittance ($13.0 million), accrued interest and dividends on investments ($228.5 million), and contributions due from employees and members to the respective pension funds ($482.2 million).

NOTE 7—INTERFUND RECEIVABLES AND PAYABLES

Interfund receivables and payables ($19.3 billion) are referred to respectively as Due from other funds and Due to other funds on the Balance Sheet. A summary of interfund receivables and payables at June 30, 1988 is presented below:

Due From	Due To (In Millions)				
	General Fund	Special Revenue Funds	Capital Projects Funds	Trust and Agency Funds	Total
General Fund	$ —	$379.3	$ —	$ 35.6	$ 414.9
Special Revenue Funds	115.2	19.5	—	—	134.7
Capital Projects Funds	72.7	—	3.6	—	76.3
Trust and Agency Funds	2,100.2	371.8	121.7	16,114.8	18,708.5
Total	$2,288.1	$770.6	$125.3	$16,150.4	$19,334.4

NOTE 8—ACCOUNTS PAYABLE

Accounts payable consist primarily of amounts due for goods or services received by the State prior to June 30, 1988 and aid payments to eligible recipients. Other major items include negative cash book balances of $220.7 million (See Note 3), amounts due to lottery prize winners of $367.7 million, pension benefits payable of $265.9 million and Health Benefits Program Fund payable to providers of $147.7 million as determined by the Fund's actuary.

NOTE 9—DEFERRED REVENUE

Deferred revenue represents amounts received but not earned as of June 30. These amounts will be earned in subsequent fiscal years.

Deferred revenue at June 30, 1988 in the General Fund ($102.9 million) consists principally of motor vehicle licenses and registrations, and professional board licenses and fees. The amount at June 30, 1988 also includes approximately $2.7 million representing Business Dissolution Tax pending tax clearance certificates, $6.5 million of receipts for Truck Axle Taxes collected but subject to possible refund, and $23.5 million in oil overcharge monies.

NOTE 10—ADVANCES FROM OTHER FUNDS

$5.8 million represents an advance from the General Fund to the State Recycling Fund in accordance with P.L. 1987, Chapter 102.

NOTE 11—OTHER LIABILITIES

Other liabilities at June 30, 1988 include the following items:

Deposits and accumulated earnings on investments ($1.3 billion) due to local units of government and school districts from the State of New Jersey Cash Management Fund. In the General Fund, $53.7 million of other liabilities consists principally of revenue refunds payable. In the Pension Adjustment Fund, $35.8 million represents amounts due to retirees for cost of living increases.

NOTE 12—ACCUMULATED UNPAID SICK AND VACATION BENEFITS

Cash payments for accumulated sick leave balances are made to retiring employees upon regular retirement. The payment is based on 50% of the employee's sick leave accumulation, at the pay rate in effect at the time of retirement up to a maximum of $15,000. Employees separating from State service prior to retirement are not entitled to payments for accumulated sick leave balances.

At June 30, 1988 accumulated employee sick leave balances had an estimated value of $347.0 million. Cash payments for sick leave at retirement are made from annual legislative appropriations for salaries and wages on a "pay-as-you-go" basis. Payments for accumulated sick leave during fiscal year 1988 amounted to $5.0 million. Sick leave accumulations may also be used by an employee for a personal illness or injury as a means of continuing regular pay during illness or injury. Because future cash payments for unused sick leave and unpaid vacation benefits can not be reasonably determined, no amount has been included in the General Long-Term Debt Account Group.

NOTE 13—GENERAL LONG-TERM DEBT

(A) GENERAL OBLIGATION BONDED DEBT

The general obligation bonded debt outstanding as of June 30, 1988 is $2,607,825,000 which is secured by the full faith and credit of the State (the General Fund). The amount to be provided for retirement of general obligation bonds on the balance sheet represents appropriations to be provided in the future from the General Fund for principal payments.

Outstanding bonded debt as of June 30, 1987 was $2,774,440,000. During Fiscal Year 1988 the State issued no new bonds.

The amount provided by the General Fund to the Debt Service Fund for interest and principal payments for the fiscal year ended June 30, 1988 was $348,373,586. This is reflected in the Statement of Revenues, Expenditures and Changes in Fund Balances as a Transfer to other funds in the General Fund and a Transfer from other funds in the Debt Service Fund.

A summary of debt service requirements on bonds outstanding as of June 30, 1988 to maturity is as follows:

Fiscal Year	Interest	Principal
1989	$ 171,025,655	$ 185,051,000
1990	159,105,931	183,106,000
1991	147,263,814	179,750,000
1992	135,165,250	171,517,000
1993	123,807,905	171,533,000
1994-1998	452,642,239	819,540,000
1999-2003	204,366,800	655,382,000
2004-2008	38,630,014	241,946,000
	$1,432,007,608	$2,607,825,000

In prior years, the State defeased certain State of New Jersey General Obligation Bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the State's financial statements. On June 30, 1988, $374.9 million of bonds outstanding are considered defeased.

In addition, the State (the General Fund) has guaranteed the principal and interest payments on certain bonds issued by the New Jersey Sports and Exposition Authority. The amount outstanding on these bonds as

of December 31, 1987 is $175,450,000. The State's liability is contingent upon the Authority's inability to meet such debt service requirements through derived revenues. The State believes that the revenue of the Authority will be sufficient to provide for the payment of debt service on these obligations without recourse to the State's guarantee.

The State may be required to provide appropriations to meet any annual deficiencies in debt service for the South Jersey Port Corporation and the New Jersey Housing and Mortgage Finance Agency. However, the Legislature is not legally bound to make such appropriations for these "moral obligation" bonds.

The New Jersey Housing and Mortgage Finance Agency has not had a deficiency in a debt service reserve which required the State to appropriate funds.

The State provides the South Jersey Port Corporation with funds to cover all debt service and property tax requirements when the Corporation's earned revenues are anticipated to be insufficient to cover these obligations. In December 1987, the Corporation certified that it would be able to provide sufficient funds from operations for debt service and would, therefore, not require a State appropriation for 1988.

In addition, legislation provides for future appropriations for state aid to local school districts equal to debt service on a maximum principal amount of $280,000,000 of bonds issued by such local school districts for construction and renovation of school facilities. New Jersey statutes also provide for state aid to counties equal to debt service up to $80,000,000 of bonds issued by counties for construction of county college facilities. The Legislature is not legally bound to make such future appropriations, but has done so to date on all outstanding obligations issued under these laws.

(B) CAPITAL LEASE AND INSTALLMENT OBLIGATIONS

The State has entered into various lease and installment purchase agreements as a means of acquiring capital assets. Future obligations of identified capital leases and installment obligations are presented below (in millions):

Fiscal Year	Capital Leases	Installment Purchases	Certificates of Participation	Total
1989	$15.8	$ 21.0	$ 55.3	$ 92.1
1990	15.8	21.0	52.2	89.0
1991	16.1	21.0	48.3	85.4
1992	14.7	21.1	45.4	81.2
1993	13.8	20.7	34.3	68.8
Total minimum payments 1989-1993	76.2	104.8	235.5	416.5
Less: Amount representing interest	53.2	87.4	48.9	189.5
Present value of principal payments 1989-1993	23.0	17.4	186.6	227.0
Principal payments 1994 and after	43.0	206.9	55.7	305.6
Total present value of minimum payments	$66.0	$224.3	$242.3	$532.6

Installment purchases included in the above schedule represent agreements between the State and several authorities which have issued their obligations to purchase or construct facilities to be rented by the State. The State agrees to make rental payments equal to the debt service of the respective authorities' funds, subject to and dependent upon appropriations being made by the State Legislature for such purposes. At the conclusion of the term of the installment agreements, title to the various facilities is to be transferred to the State.

Those obligations identified as certificates of participation represent a series of master lease agreements with a trustee for the rental and purchase of equipment financed or refinanced by a trustee from the sale of certificates of participation. The State is required to make aggregate payments on the equipment that approximate the interest and principal payments to be made by the trustee to certified holders. The initial agreement, effective May 1, 1984 consisted of $36,975,000 in principal and $7,884,726 in interest. The second agreement, conducted on February 15, 1985

amounted to $32,410,000 in principal and $9,249,112 representing interest. The third agreement, dated April 15, 1986, totalled $143,955,000 in future principal payments and $59,463,312 in interest. The fourth agreement, dated August 1, 1987, totalled $80,770,000 in principal and $16,837,829 in interest. An additional agreement, entered into on June 15, 1986 financed the construction of the O.T.I.S. Hub building. Future principal payments for that issue amounted to $9,190,000 with interest of $6,892,847.

Included in the activity reported in the Statement of Changes is the elimination of the State's obligation for the debt service on bonds issued by the New Jersey Educational Facilities Authority. Since these obligations are now reflected in the financial statements of the participating state colleges, the present value of the bonds at July 1, 1987, $199,754,000, has been deducted from the Long-Term Debt Account Group.

NOTE 14—RETIREMENT SYSTEMS

The State of New Jersey sponsors and administers the following contributory defined benefit public employee retirement systems which have been established by State statute. All of the systems are single-employer plans except for CPFPF, PERS and PFRS, which are cost-sharing multiple employer plans. The Systems have elected to report in conformity with National Council on Governmental Accounting (NCGA) Statement No. 1 which represents an acceptable reporting alternative under generally accepted accounting principles (GAAP) for retirement systems along with Financial Accounting Standards Board (FASB) Statement No. 35 and NCGA Statement No. 6. The effective dates of the aforementioned statements were deferred indefinitely to allow the GASB to formulate GAAP for public employee retirement systems.

Consolidated Police and Firemen's Pension Fund (CPFPF)—established in January 1952, under the provisions of N.J.S.A. 43:16 to provide coverage to municipal police and firemen who were appointed prior to July 1, 1944. The fund is a closed system with 2 active members who are fully vested. Members are eligible to retire at age 60 after 25 years of service. Pension benefits are equal to 60 percent of the member's final compensation plus 1 percent for each year of creditable service in excess of 25 years, but not more than 30 years. Under State statutes, contributions are required by active members, State-related employers, and the State.

Judicial Retirement System (JRS)—established in June 1973, under the provisions of N.J.S.A. 43:6A to provide coverage to all members of the State judiciary system. Membership is mandatory for such employees with vesting after five years of successive service as a judge and 10 years in the aggregate of public service. Retirement benefits vary up to 75% of final compensation, depending on age and combinations of length of service as judge and public servant. Prior to January 18, 1982 the Plan was non-contributory. Subsequent thereto members are required to contribute three percent of the difference in the salary of their current position and the salary of that position at January 18, 1982.

Police and Firemen's Retirement System (PFRS)—established in June 1944, under the provisions of N.J.S.A. 43:16A to provide coverage to substantially all full time county and municipal police or firemen and State firemen appointed after July 1, 1944. Membership is mandatory for such employees with vesting occurring after 10 years of membership. A member may retire at any age after achieving 25 years of service with a benefit equal to 2 percent of average compensation for each year of creditable service up to 30 years, plus 1 percent for each year of creditable service in excess of 30 years.

Prison Officers' Pension Fund (POPF)—established in January 1941, under the provisions of N.J.S.A. 43:7 to provide coverage to various employees of the State penal institutions who were appointed prior to January 1, 1960. Employees hired after January 1, 1960 became members of PERS. New employees are enrolled in the Police and Firemen's Retirement System. All active members have vested rights. Members are eligible for retirement after 25 years of service or at age 55 with 20 years of service. The benefit is calculated as a percentage of three-year average final compensation and adjusted for service over 30 years or 50% of final pay, whichever is higher.

Public Employees' Retirement System (PERS)—established in January 1955, under the provisions of N.J.S.A. 43:15A to provide coverage to substantially all full time employees of the State or any county, municipality, school district or public agency provided the employee is not a member of another State-administered retirement system. Membership is mandatory for such employees and vesting occurs after 8 to 10 years of service. Members are eligible for retirement at 60 with a benefit generally determined to be 1/60th of the average annual compensation for the highest three fiscal years' compensation for each year of membership during years of creditable service.

State Police Retirement System (SPRS)—established in July 1965, under the provisions of N.J.S.A. 53:5A to provide coverage to all uniformed officers and troopers of the State Police in the State. Membership is mandatory and

vesting occurs after 10 years of membership. Members are eligible for retirement after 20 years of service with a mandatory retirement age of 55. The retirement benefit is 50 percent of the member's final compensation plus an additional 2 percent of final compensation for each year in excess of 20 years of creditable service but not over 25. Special retirement is available to members establishing 25 years of service and is calculated as 60 percent of final compensation plus 1 percent of final compensation for each year of creditable service over 25 years, to a maximum of 70% of final compensation.

Teachers' Pension and Annuity Fund (TPAF) —established in January 1955, under the provisions of N.J.S.A. 18A:66 to provide coverage to substantially all full time public school teachers in the State. Membership is mandatory for such employees and vesting occurs after 10 years of service. Members are eligible for retirement at age 60 with a benefit generally determined to be 1/60th of the average annual compensation for the highest three fiscal years' compensation for each year of membership during years of creditable service.

OTHER PENSION SYSTEMS:

In addition to the above retirement systems, the State established and administers a Supplemental Annuity Collective Trust Fund (SACT) which is available to active members of several state-administered retirement systems to purchase annuities to supplement the guaranteed benefits provided by their retirement system. The state or local governmental employers do not appropriate funds to SACT.

The State also administers the Central Pension Fund (CPF) which is a non-contributory defined benefit plan for the pension allowances established by various State statutes related to special groups not included in other state-administered systems. Each of the various statutes governing the CPF prescribes the condition for payment of such pension and designates the agencies or officers having the authority to grant pensions thereunder. The fund is not actuarially reserved nor does the State receive actuarial valuations for this system. The State funds the plan as benefit allowances become payable.

The State also administers the Pension Adjustment Program which provides cost of living increases, equal to 60% of the change in the average consumer price index to eligible retirants in all State-sponsored pension systems. The cost of living increases are payable from the State of New Jersey Pension Adjustment Fund which is funded by the State as benefit allowances become payable. Effective April 1, 1987, the cost of living increases for TPAF are funded directly by the System and will be considered in the annual actuarial calculation of the required State contribution for that System.

Pension Benefit Obligation

The "pension benefit obligation" is a standardized disclosure measure representing the present value of pension benefits adjusted for the effects of projected salary increases estimated to be payable in the future based on employee service credit to date. The measure, which is the actuarial present value of credited projected benefits, is intended to help users assess the funding status of the Systems on a going concern basis, assess progress made in accumulating sufficient assets to pay benefits when due and make comparisons among employers. This measure is independent of the actuarial funding method used to determine employer contributions to the Systems discussed under the "contributions required and contributions made" section.

Legislation enacted during the current year required cost-of-living adjustments and health care benefits for retirees to be determined actuarially, as of March 31, 1987, and required the resulting liability to be funded within 40 years. Previously, the State (General Fund) contributed the cost-of-living benefits to the System monthly and paid post-retirement medical premiums annually from the Health Benefits Program, both on a pay-as-you-go basis. As a result of actuarially finding the cost-of-living benefits, the pension benefit obligation increased $2,674,400,000 as of June 30, 1987. The actuarially determined obligation for post-retirement medical premiums was $2,306,400,000 as of June 30, 1987. No assets will be allocated to this obligation until funding begins. As a result of these amendments the 1987 actuarially determined contribution by the State was increased by $168,963,000 based on a funding period of 33 years, commencing with the fiscal year 1989 payment, due July 1, 1988.

In accordance with the March 31, 1987 actuarial valuation and the legislation, the State Treasurer mandated that the System begin payment of these benefits as of June 1, 1988 and assume the obligation for the cost-of-living benefits from April 1, 1987. As a result, the System will reimburse the State (General Fund) for the cost-of-living benefits for the period April 1, 1987 to May 31, 1988 in the amount of $111,586,431, which includes interest at 6.88%. This obligation is shown in the System Balance Sheet as "Due to the General Fund" at June 30, 1988.

In 1987, benefit provisions in CPFPF were also amended. The amendment substantially increased the benefits to certain beneficiaries in 1988 and increased the pension benefit obligation by $44,000,000.

The pension benefit obligation increased by $647,600,000 due to a PERS and TPAF change in actuarial assumption reducing rate of return on investments to 7.25% in 1988 from 7.5% in 1987.

The unfunded pension benefit obligation as of the date of the most recent actuarial valuation for each respective plan is as follows: (in 000's except for membership data)

Actuary	CPFPF	JRS	PFRS	POPF
Most recent actuarial valuation date	1/1/88	7/1/87	6/30/87	7/1/87
Current membership:				
Number of retirees and beneficiaries currently receiving benefits and terminated employees not yet receiving benefits	4,377	238	10,011	386
Fully vested, partially vested and nonvested active employees under the plan	2	351	31,525	35
Pension benefit obligation:				
Retirees and beneficiaries currently receiving benefits and terminated employees not yet receiving benefits	$143,307	$ 44,707	$1,268,292	$18,712
Current employees:				
Accumulated employee contributions with interest	N/A	N/A	554,771	N/A
Employer financed—vested	487	43,600	1,641,297	5,167
Employer financed—nonvested	—	13,340	504,963	—
Total pension benefit obligation	143,794	101,647	3,969,323	23,879
Fund balance available for benefits at cost	100,664	65,401	3,380,253	3,076
Unfunded pension benefit obligations	$ 43,130	$ 36,246	$ 589,070	$20,801
Net assets available as a percentage of the pension benefit obligation	70.0%	64.3%	85.2%	12.9%
Market value of net assets	$ N/A	$ 78,959	$4,114,168	$ 3,078
The following significant actuarial assumptions were used in the actuarial computation:				
Assumed rate of return	8.5%	8.5%	7.5%	8.5%
Projected salary increases (which includes inflation, merit and productivity)	N/A	2.0%	8.89% at age 25 to 5.07% at age 64	12.49% at age 30 to 4.74% at age 65
Mortality, vesting, retirement and withdrawals estimates are based on tables furnished by the actuary				

Actuary	PERS	SPRS	TPAF	Total
Most recent actuarial valuation date	3/31/87	7/1/87	3/31/87	N/A
Current membership:				
Number of retirees and beneficiaries currently receiving benefits and terminated employees not yet receiving benefits	58,503	996	33,079	107,590
Fully vested, partially vested and nonvested active employees under the plan	240,285	2,446	109,268	383,912
Pension benefit obligation:				
Retirees and beneficiaries currently receiving benefits and terminated employees not yet receiving benefits	$1,968,989	$136,673	$ 3,406,530	$ 6,987,210
Current employees:				
Accumulated employee contributions with interest	1,440,319	N/A	1,448,690	3,443,780
Employer financed—vested	2,268,374	233,338	5,180,980	9,373,243
Employer financed—nonvested	416,338	35,927	486,330	1,456,898
Total pension benefit obligation	6,094,020	405,938	10,522,530	21,261,131
Fund balance available for benefits at cost	5,823,476	368,536	7,144,924	16,886,332
Unfunded pension benefit obligations	$ 270,544	$ 37,402	$ 3,377,606	$ 4,374,799
Net assets available as a percentage of the pension benefit obligation	95.6%	90.8%	67.9%	79.4%
Market value of net assets	$7,248,868	$456,682	$ 8,800,523	$20,702,278
The following significant actuarial assumptions were used in the actuarial computation:				
Assumed rate of return	7.25%	8.5%	7.25%	
Projected salary increases (which includes inflation, merit and productivity)	8.39% at age 25 to 2.86% at age 69	5.0% at age 20 to 3.0% at age 54	6.63% at age 25 to 2.35% at age 70	
Mortality, vesting, retirement and withdrawals estimates are based on tables furnished by the actuary				

Contribution Required and Contribution Made

The Systems provide for employee contributions based on percentages ranging from 3% to 10.62% of employees' annual compensation. Funding by state and state-related employers are based upon annual actuarially determined percentages of total compensation of all active members. The amount necessary to provide the Systems with assets sufficient to meet benefits is determined annually. The State appropriation for the June 30, 1988 fiscal year end, paid July 1, 1987, is based on 1986 actuarial valuations and the State-related employer contributions are payable and accrued on June 30, 1988 based on the most recent 1987 actuarial valuations. The State's annual contribution approximates the actuarially determined pension cost for the year. The Systems use the "projected benefit method" with aggregate normal cost and frozen initial unfunded accrued liability. Under this method, employers are required to make a normal cost contribution and accrued liability contribution to fund retirement benefits accrued by members with credited past service which aggregated $10,055,696,084 at June 30, 1988. This amount is being amortized over periods ranging from 20 to 33 years. The significant actuarial assumptions used to compute the actuarially determined contribution requirement are the same as those used to compute the pension benefit obligation with the exception of rates of return on investments which range from 4.5% to 6.88%.

The annual interest assumption used for valuing TPAF annual contributions was increased to 6⅞% in 1988 from 6½% in 1987. Other significant assumptions for all Systems were the same. The effect on fiscal 1989 contributions due to TPAF changes in actuarial assumptions and benefit funding amendments, discussed under "pension benefit obligation", will be a decrease of $79,000,000 and an increase of $168,963,000, respectively.

The annual impact of the CPFPF benefit provision amendment on the 1990 employers contribution is approximately $8,300,000. However, due to a change in the actuarial valuation date, the 1990 contribution will represent six months of costs and the related impact will be approximately $4,150,000.

Actuarially determined contributions and actual contributions are presented in the following table:

	CPFPF	JRS	PFRS
Actuarially determined contribution requirements:			
Normal cost	$ — (N/A%)	$ 8,039,082 (26.8%)	$176,068,192 (17.7%)
Amortized unfunded actuarial accrued liability	3,701,792 (N/A%)	1,948,371 (6.5%)	9,915,033 (1.0%)
	$3,701,792	$ 9,987,453	$185,983,225
Actual contributions:			
State	$3,701,792 (N/A%)	$ 10,191,500 (33.9%)	$ 34,810,940 (3.5%)
State related employers	— (N/A%)	— (—%)	155,476,006 (15.7%)
Employees	5,532 (N/A%)	426,546 (1.4%)	90,936,178 (9.2%)
	$3,707,324 (N/A%)	$ 10,618,046 (35.3%)	$281,223,124 (28.4%)
Covered payroll (which represents total payroll for all plans)	$ 83,506	$ 30,033,000	$992,600,000

	POPF	PERS	SPRS
Actuarially determined contribution requirements:			
Normal cost	$ 84,805 (6.3%)	$ 289,238,286 (6.4%)	$ 19,466,004 (26.0%)
Amortized unfunded actuarial accrued liability	2,165,951 (160.3%)	16,070,235 (3.8%)	3,896,578 (5.2%)
	$2,250,756	$ 305,308,521	$ 23,362,582
Actual contributions:			
State	$2,166,059 (160.3%)	$ 139,086,722 (3.1%)	$ 23,362,582 (31.3%)
State related employers	— (—%)	169,581,413 (3.8%)	— (—%)
Employees	84,697 (6.3%)	199,595,206 (4.4%)	6,139,979 (8.2%)
	$2,250,756 (166.6%)	$ 508,263,341 (11.3%)	$ 29,502,561 (39.5%)
Covered payroll (which represents total payroll for all plans)	$1,350,794	$4,485,000,000	$ 74,719,054

	TPAF
Actuarially determined contribution requirements	
Normal cost	$3,331,534,000 (10.2%)
Amortized unfunded actuarial accrued liability	25,435,494 (.8%)
	$ 356,969,534
Actual contributions:	
State	$ 359,773,275 (11.1%)
State related employers	— (—%)
Employees	136,126,715 (4.2%)
	$ 494,899,990 (15.3%)
Covered payroll (which represents total payroll for all plans)	$3,241,900,000

NOTE: Figures in parentheses represent contributions expressed as a percentage of covered payroll utilized in the most recent actuarial valuation.

Trend Information

Trend information gives an indication of the progress made in accumulating sufficient assets to pay benefits when due. Trend information may be found in the annual financial statements of the individual retirement systems. Required three-year trend information for each plan is presented below:

Most Recent Actuarial Valuation for Plan Fiscal Year Ending	Annual Covered Payroll (in 000's)	Fund Balance Assets Available as a Percentage of the Pension Benefit Obligation	Unfunded Pension Benefit Obligation as a Percentage of Annual Covered Payroll	Actuarially Determined Employer Contributions as a Percentage of Annual Covered Payroll	State Contributions as a Percentage of Annual Covered Payroll
CPFPF					
1988	$ 84	70.0%	N/A	N/A	N/A
JRS					
1988	30,033	64.3%	120.7%	33.3%	33.9%
PFRS					
1988	992,600	85.2%	59.3%	18.7%	3.5%
1987	878,700	85.5%	56.2%	18.2%	2.9%
1986	793,500	99.8%	.7%	17.3%	2.8%
POPF					
1988	1,351	12.9%	N/A	N/A	N/A
PERS					
1988	4,485,000	95.6%	6.0%	6.8%	3.1%
1987	4,097,900	93.0%	9.2%	7.2%	3.0%
1986	3,670,100	102.0%	—	7.5%	3.0%
SPRS					
1988	74,719	90.8%	50.0%	31.3%	31.3%
TPAF					
1988	3,241,900	67.9%	104.2%	11.0%	11.1%
1987	3,011,700	85.5%	32.9%	10.7%	10.6%
1986	2,763,900	97.3%	5.1%	10.8%	10.8%

Systems investments at June 30, 1988, by major class, (expressed in thousands)were as follows:

	CPF		CPFPF		JRS	
	Amortized Cost	Market Value	Amortized Cost	Market Value	Amortized Cost	Market Value
U.S. and Municipal Government Bonds	$ —	$ —	$ 46,984	$ 46,993	$ —	$ —
Corporate equity securities	—	—	—	—	—	—
Corporate debt securities	—	—	13,266	12,326	—	—
Common Pension Fund A	—	—	—	—	27,057	33,069
Common Pension Fund B	—	—	—	—	26,633	27,119
State of New Jersey Cash Management Fund	—	—	9,849	9,849	2,997	2,997
Other	—	—	19,626	19,426	8,439	8,449
TOTAL	$ —	$ —	$ 89,725	$ 88,594	$ 65,126	$ 71,634

	PFRS		POPF		PERS	
	Amortized Cost	Market Value	Amortized Cost	Market Value	Amortized Cost	Market Value
U.S. and Municipal Government Bonds	$ —	$ —	$ —	$ —	$ 7	$ 7
Corporate equity securities	—	—	—	—	—	—
Corporate debt securities	50,672	46,298	—	—	102,109	93,461
Common Pension Fund A	1,422,194	1,808,068	—	—	2,560,411	3,270,997
Common Pension Fund B	1,377,784	1,383,817	—	—	2,495,529	2,539,297
State of New Jersey Cash Management Fund	108,186	108,186	645	645	220,018	220,018
Other	579,355	571,489	—	—	942,602	932,088
TOTAL	$3,538,191	$3,917,858	$ 645	$ 645	$6,320,676	$7,055,868

	SPRS		SACT		TPAF	
	Amortized Cost	Market Value	Amortized Cost	Market Value	Amortized Cost	Market Value
U.S. and Municipal Government Bonds	$ 205	$ 205	$ —	$ —	$ 24,843	$ 24,680
Corporate equity securities	—	—	112,241	112,241	—	—
Corporate debt securities	6,115	5,601	—	—	189,059	172,116
Common Pension Fund A	156,657	199,080	—	—	3,081,637	3,917,534
Common Pension Fund B	168,822	170,533	—	—	2,906,164	2,901,308
State of New Jersey Cash Management Fund	16,259	16,259	8,750	8,750	257,211	257,211
Other	35,354	34,357	—	—	1,076,056	1,058,651
TOTAL	$ 383,412	$ 426,055	$120,991	$120,991	$7,534,970	$8,331,500

	Grand Total	
	Amortized Cost	Market Value
U.S. and Municipal Government Bonds	$ 72,039	$ 71,885
Corporate equity securities	112,241	112,241
Corporate debt securities	361,221	329,802
Common Pension Fund A	7,247,956*	9,228,748
Common Pension Fund B	6,974,932*	7,022,094
State of New Jersey Cash Management Fund	623,915	623,915
Other	2,661,432	2,624,460
TOTAL	$18,053,736	$20,013,145

*Represents 5% or more of net assets.

NOTE 15—TRANSFERS TO AND FROM OTHER FUNDS

Transfers to and Transfers from other funds ($1,212.9 million) in the Statement of Revenues, Expenditures, and Changes in Fund Balances represent operating transfers between fund groups. A summary of Transfers to and Transfers from is presented below.

	Transfers To (In Millions)					
Transfers From	General Fund	Debt Service Fund	Special Revenue Funds	Capital Projects Funds	Expendable Trust Funds	Total
General Fund	$ —	$348.3	$ 1.2	$ —	$202.4	$ 551.9
Debt Service Fund	—	—	—	—	—	—
Special Revenue Funds	574.0	—	24.3	—	—	598.3
Capital Projects Funds	10.4	—	—	—	—	10.4
Expendable Trust Funds	52.3	—	—	—	—	52.3
Total	$636.7	$348.3	$25.5	$ —	$202.4	$1,212.9

NOTE 16—DEFICIT FUND BALANCES

The deficit fund balance ($.9 million) in the Jobs, Science and Technology Fund results from expenditures in excess of revenues. It is anticipated that bond sales during FY 89 will relieve this deficit. In addition, the Health Benefits Program Fund has a deficit balance of $19.1 million. This was due to a large increase in claim payments. To offset this deficit a 30% rate increase was implemented effective May 1, 1988. There is also a proposed rate increase effective May 1, 1989 which should provide for a positive fund balance in the future.

NOTE 17—FUND BALANCE RESERVED—OTHER

The following portions of fund balances have been reserved:

GENERAL FUND

Of the $47.4 million reservation in the General Fund, $21.7 million consists principally of long-term ad-

vances and receivables due from individuals, estates, municipalities, railroads and other funds that are considered not currently available for appropriation. $25.7 million is reserved for potential disallowance of amounts previously claimed and received from the Federal government by the Department of Human Services.

SPECIAL REVENUE FUNDS

Clean Waters Fund and Natural Resources Fund

These funds have loaned various qualifying municipalities $8.8 and $2.1 million, respectively, for the purpose of improving sewerage treatment facilities and emergency water supply projects. These loans will be repaid over a ten year period. In addition, (regarding Natural Resources Fund), $1.8 million represents amounts held in escrow with respect to a harbor dredging project.

Mortgage Assistance Fund

$13.6 million represents loans receivable from the New Jersey Housing and Mortgage Finance Agency which will subsequently be repaid over a period of years based on repayments to that agency by borrowers.

Housing Assistance Fund

$9.2 million represents loans receivable from the New Jersey Housing and Mortgage Finance Agency which are to be repaid over a period of years based on repayments to that agency of mortgage loans made to borrowers.

Water Conservation Fund

$1.8 million represents sewage facility planning loans and contaminated wellfield loans.

Superior Court Trust Fund

The fund's Investment Advisory Committee has adopted a policy of establishing a reserve against capital losses on sales of securities to insure payment of interest at established rates. This reserve is based on 3% of the annual moving average market value of total investments as of the end of each month and amounted to approximately $3.8 million at June 30, 1988.

Green Trust Fund

$19.8 million represents loans and interest due from various municipalities for land acquisition and development.

Beaches and Harbor Fund

$4.7 million represents amounts in escrow for Weehawken, Jersey City, Hoboken, Elizabeth, Bayonne, and Liberty Park.

New Jersey Local Development Financing Fund

$20.9 million represents loans made to various municipalities for economic development which will be repaid during a subsequent period of years.

Water Supply Fund

$122.6 million represents loans to the New Jersey Water Supply Authority which will be repaid over a 10 year period commencing on May 1, 1986. $15.8 million represents rehabilitation loans made to various municipalities and $.6 million represents contaminated well loans to several municipalities.

New Jersey Uncompensated Care Trust Fund

P.L. 1986, Chapter 204 requires that 1/12 of the estimated annual payment for uncompensated care is to be reserved. Accordingly, $5.9 million has been reserved.

State Recycling Fund

$2.4 million represents low interest loans to recycling businesses which will be repaid in future years.

Wastewater Treatment Fund

$4.4 million represents loans to local governments which will be repaid in future years.

1983 New Jersey Green Acres Fund

$1.7 million represents monies held in escrow.

Resource Recovery and Solid Waste Disposal Facility Fund

$48.0 million represents loans made to Essex County for the design, acquisition, and construction of resource recovery facilities.

Shore Protection Fund

$4.8 million represents money held in escrow for Barnegat Inlet Jetty Project.

Boarding House Rental Assistance Fund

$5.2 million represents unpaid balances of loan commitments entered into by the New Jersey Housing and Mortgage Finance Agency as of June 30, 1988.

TRUST FUNDS

Fund for Support of Free Public Schools

New Jersey Statutes provide for the establishment of a School Bond Reserve within this fund, in an amount equal to at least one and one-half percent of the aggregate issued and outstanding bonded indebtedness of counties, municipalities or school districts for school purposes, exclusive of the debt service for bonds as provided by State appropriations. Accordingly, $19.0 million of this fund balance has been reserved at June 30, 1988.

Higher Education Assistance Fund

$6.6 million represents loans to students that will be paid over an extended period of time.

Unsatisfied Claim and Judgment Fund

$3.8 million represents claims which will be repaid over an extended period of years.

Motor Vehicle Liability Security Fund

$14.1 million represents a future liability to the New Jersey Property-Liability Insurance Guarantee Association based on a Stipulation and Order of Dismissal entered into by the State Treasurer and Commissioner of Insurance.

Public Employees' Retirement System (PERS) and Teachers' Pension and Annuity Fund (TPAF)

$33.0 million and $46.6 million respectively, has been reserved as part of the Contributory Group Insurance Premium Fund. The Contributory Group Insurance Premium Fund represents the accumulation of member contributions in excess of premiums disbursed to the insurance carrier since the inception of the contributory death benefit program plus reserves held by the insurance carrier.

Members are required by statute to participate in the contributory group insurance plan in their first year of membership and may cancel the contributory coverage thereafter. The current contribution rate for this coverage is .55 of 1% of salary for PERS, and .40 of 1% of salary for TPAF.

NOTE 18—CONTINGENT LIABILITIES

The State is involved in a number of legal actions wherein the State of New Jersey has the potential for either loss of revenue or unanticipated expenditure. The exact amount involved in these legal proceedings is not fully determinable as of June 30, 1988.

GENERAL FUND

There are presently several cases pending in federal courts challenging conditions and adequacy of care in State psychiatric hospitals and schools for the mentally retarded. The plaintiffs allege that the institutions are not providing their residents with educational and rehabilitative programs which comply with state and federal constitutional and statutory standards. At present, the State operates four psychiatric hospitals, eight State residential institutions for the mentally retarded, one nursing home and one juvenile treatment facility. Judgments for plaintiffs could require the State to make substantial expenditures, the exact amount of which cannot be estimated at this time.

There is currently a case concerning a challenge to the constitutionality of the Public Education Act of 1975, N.J.S.A. 18A:17A-1 et seq. Plaintiffs are students in the cities of Irvington, Jersey City, East Orange and Camden. Should the statute be declared unconstitutional, the State would be subject to reformulating its contributions of aid to public schools by giving more aid to urban areas. The case is currently pending before the Commissioner of the New Jersey Department of Education. The Office of Administrative Law has issued an initial decision in favor of the plaintiffs.

There is a civil action now pending in the Tax Court of New Jersey, wherein the plaintiffs have challenged the increases in motor fuels user identification markers fees effected by the Transportation Trust Fund Authority Act. Plaintiffs are seeking a declaratory judgment holding the N.J.S.A. 54:39A-10, as amended by the Transportation Trust Fund Authority Act, is unconstitutional insofar as it assesses a $25.00 motor fuels user identification marker fee on out-of-state motor carriers; a permanent injunction against collection of the increased fee; and refunds of any increased fees unlawfully collected and attorneys' fees and costs. An adverse decision could result in tax refunds that may exceed $30 million.

As of June 30, 1988, there were numerous tort and contract cases and notices of claims filed against the State. The State is unable to estimate its exposure for these cases and claims. An independent study estimated an aggregate potential exposure of $50 million for claims pending, as of January 1, 1982. It is estimated that were a similar study made of claims currently pending, the amount of such estimated exposure would be somewhat higher.

SPECIAL REVENUE FUNDS

New Jersey Spill Compensation Fund

Claims totaling $54.5 million at June 30, 1988, and $41.2 million at June 30, 1987, have been filed against the Fund by third parties for damages caused by spills. These claims have not reached the stage in the judicial process where reasonable amounts have been established, and, therefore, are not classified as liabilities under generally accepted accounting principles.

In Exxon Corporation, et al., v. Hunt, et al., several major taxpayers filed suit claiming that the Spill Fund Tax expended for the toxic waste cleanup program had been pre-empted by the Federal Superfund law. The Tax Court, the Appellate Division and the New Jersey Supreme Court ruled that the Superfund law did not preempt the Spill Compensation Tax. Exxon filed an appeal with the United States Supreme Court. In March 1986, the United States Supreme Court decided that the Spill Compensation and Control Act was partially pre-empted by the Superfund law. The case was remanded to the New Jersey Supreme Court for further proceedings not inconsistent with the Court's ruling.

The central issue on remand was whether or not there should be any repayment of monies expended for activities precluded by the interpretation of the Supreme Court.

On December 2, 1987, the New Jersey Supreme Court rendered its decision on remand holding that the pre-empted purposes of the New Jersey Spill Compensation and Control Act could be severed from the remainder of the Act without impairing its validity, and that the pre-emption of the Federal Superfund Act should be deemed to have commenced with the Federal Environmental Protection Agency's promulgation of the national contingency plan and national priorities list.

The case was remanded to the New Jersey Tax Court for a determination of the amount of the pre-empted expenditures. Following such a determination, the Legislature is accorded six months in which to reimburse the Spill Fund for the amount of the pre-empted expenditures. If the Legislature does not reimburse such expenditures, then the plaintiffs are to be refunded pro-rata so much of the pre-empted expenditures as bears the same proportion to the total pre-empted expenditures as the amount of the Spill Act taxes paid by the plaintiffs bears to the total amount of the Spill Act taxes collected.

It should be noted that Congress repealed the pre-emption provision of the Superfund Law in October of 1986, consequently, none of the Fund's taxing or spending activities since October 1986 are involved in the remand proceedings.

Sanitary Landfill Contingency Fund

Various claims totalling approximately $29.6 million have been filed against this fund by individuals, local municipalities and school districts. In addition, there are a number of similar claims for unspecified dollar amounts which are pending. The ultimate disposition of these claims is not determinable at this time.

CAPITAL PROJECTS FUNDS

State Transportation Fund and 1979 Transportation Rehabilitation and Improvement Fund

Contractor claims totaling $1.7 million and $33.8 million, respectively, have been filed against these funds. These claims are for damages due to delays in construction and design problems. Fund management is presently evaluating these claims and there has been no determination as to the ultimate amount for which these funds will be liable.

TRUST FUNDS

Stock Worker's Compensation Security Fund
Mutual Worker's Compensation Security Fund

As of June 30, 1988, there are unasserted insurance claims in the above funds for which the amounts have not yet been determined.

Unsatisfied Claim and Judgment Fund

At June 30, 1988, this fund was contingently liable for reported excess medical benefit claims of $714.0 million. In addition, there may be a substantial amount of incurred, but unreported excess medical benefit claims, which have been actuarially estimated to be $788.0 million as of December 31, 1987.

The Fund is also liable for claims for injuries arising out of uninsured motorist claims actuarially estimated to be $18.2 million at June 30, 1988.

Real Estate Guaranty Fund

Claim payments, as certified by court orders, are made to persons aggrieved by the unlawful practices of real estate brokers or salesmen. As of June 30, 1988, there were 63 cases pending with a maximum possible exposure to the Fund of $556,000. The ultimate disposition of these claims is not determinable at this time.

FEDERAL PROGRAMS

Under the terms of various grant awards, expenditures from Federal funds are subject to audit. As of June 30, 1988, audits of expenditures for fiscal years 1988 and prior may not be completed. Disallowances which may result from these audits are not determinable at this time. It is management's opinion that disallowances, if any, would not be material as of June 30, 1988.

NOTE 19—PUBLIC AUTHORITIES

(A) ENTERPRISE FUNDS

The accounts of public authorities, private not-for-profit corporations and similar entities (hereinafter called Authorities) in the accompanying financial statements are derived from their most recently issued annual financial statements. The inclusion of these entities in the State's combined financial statements reflects the oversight role exercised by the State over them, but does not affect their separate legal standing. Oversight is defined to include criteria such as appointment of the board, designation of management, and the ability to significantly influence operations. Other factors that have been considered include the scope of the services rendered and the existence of special financial relationships.

Additional information, including descriptions of the entities, is provided below.

Authorities (as defined above) are legally separate entities that are not operating departments of the State.

The Authorities are managed independently, outside the appropriated budget process and their powers generally are vested in a governing board. Authorities are established for a variety of purposes for the benefit of the State's citizenry such as economic development, financing, public transportation, low cost housing, environmental protection and capital development for health and education purposes. In addition, they are not subject to State constitutional restrictions on the incurrence of debt, which apply to the State itself, and may issue bonds and notes within legislatively authorized amounts.

The Governor, with the approval of the State Senate, appoints the members of the board of most authorities. Authorities generally submit annual reports to the Governor, the Legislature and the Comptroller on their operations and finances accompanied by an independent auditor's report thereon. Authorities also submit to the Governor and the Legislature annual budget information on operations and capital construction. The Governor has from time to time exercised the statutory power to veto the actions.

The amounts presented in the accompanying combined financial statements for Authorities include the following entities for the fiscal years indicated:

Entity	Year End
Hackensack Meadowlands Development Commission	December 31, 1987
New Jersey Building Authority	December 31, 1987
New Jersey Casino Reinvestment Development Authority	December 31, 1987
New Jersey Economic Development Authority	December 31, 1987
New Jersey Educational Facilities Authority	December 31, 1987
New Jersey Expressway Authority	December 31, 1987
New Jersey Health Care Facilities Financing Authority	December 31, 1987
New Jersey Highway Authority	December 31, 1987
New Jersey Housing and Mortgage Finance Agency	June 30, 1988
New Jersey Sports and Exposition Authority	December 31, 1987
New Jersey Transit Corporation	June 30, 1988
New Jersey Transportation Trust Fund Authority	June 30, 1988
New Jersey Turnpike Authority	December 31, 1987
New Jersey Wastewater Treatment Trust	June 30, 1988
New Jersey Water Supply Authority	June 30, 1988
South Jersey Port Corporation	December 31, 1987

The public authorities predominantly follow the accrual basis of accounting. The New Jersey Expressway Authority, the South Jersey Port Corporation, the New Jersey Highway Authority and the New Jersey Turnpike Authority do not fully conform to the accrual basis of accounting but are based on the provisions of the bond resolution.

(1) Other Receivables

Other receivables consist primarily of loans, and include approximately $1.7 billion in New Jersey Health Care Facilities Financing Authority loans and $108.9 million in New Jersey Building Authority lease payments receivable.

(2) Fixed Assets

The Authorities generally record fixed assets at cost and depreciate the cost over the respective lives of the various assets.

Certain authorities (New Jersey Highway Authority, New Jersey Turnpike Authority, New Jersey Expressway Authority) include the cost of infrastructure (public domain fixed assets) in their general fixed assets.

(3) Pensions

The employees of the various Authorities are generally covered by the Public Employees' Retirement System of New Jersey (PERS). This pension system was established by an act of the State Legislature. Benefits, contributions, means of funding and the manner of administration are determined by state legislation. Contributions to the Retirement System by the Authorities are based upon a percentage of the Authorities' annual gross wages.

New Jersey Transit Corporation and its subsidiaries have sponsored plans covering substantially all employees; certain employees are covered by PERS or the Railroad Retirement Fund.

(B) SEGMENT DATA

Presented below is segment information on the authorities (in thousands of dollars):

	Hackensack Meadowlands Development Commission	New Jersey Building Authority	New Jersey Casino Reinvestment Development Authority	New Jersey Economic Development Authority	New Jersey Education Facilities Authority
Operating revenues	$ 47,073	$ 7,442	$ 819	$ 1,359	$ 39,043
Depreciation, depletion and amortization expense	1,496	—	6	119	28
Operating income (loss)	(22,275)	7,442	18	(3,306)	(28,510)
Operating grants, entitlements and shared revenue	4,710	5,000	—	435	1,601
Net income (loss)	(17,566)	8,579	2,005	6,037	(49,167)
Current Capital: Contributions	—	—	—	—	—
Fixed Assets	11,005	37,579	87	393	92
Total Assets	143,913	181,465	171,738	96,347	682,520
Bonds and Notes Payable	3,504	120,585	24,924	—	543,997
Total Equity	$ 32,320	$ 22,472	$ 3,455	$95,206	$127,701

	New Jersey Expressway Authority	New Jersey Health Care Facilities Financing Authority	New Jersey Highway Authority	New Jersey Housing and Mortgage Finance Agency	New Jersey Sports and Exposition Authority
Operating revenues	$ 23,623	$ 1,964	$ 124,424	$ 10,436	$178,720
Depreciation, depletion and amortization expense	—	117	—	21,385	13,789
Operating income (loss)	10,173	(113)	43,667	(3,080)	41,816
Operating grants, entitlements and shared revenue	—	—	—	—	—
Net income (loss)	6,528	147	27,802	36,351	166
Current Capital: Contributions	—	—	—	—	—
Fixed Assets	85,685	318	1,041,601	284	400,149
Total Assets	112,024	4,715,178	1,233,105	2,970,587	522,857
Bonds and Notes Payable	43,795	3,195,316	464,940	2,420,084	409,909
Total Equity	$ 64,587	$1,432,311	$ 700,516	$ 314,441	$ 72,219

	New Jersey Transit Corporation	New Jersey Transportation Trust Fund Authority	New Jersey Turnpike Authority	New Jersey Wastewater Treatment Trust	New Jersey Water Supply Authority
Operating revenues	$ 290,580	$ 55,000	$ 189,585	$ —	$ 8,877
Depreciation, depletion and amortization expense	83,689	—	—	—	1,957
Operating income (loss)	(247,055)	(165,124)	75,538	(366)	4,040
Operating grants, entitlements and shared revenue	254,660	146,000		26,929	—
Net income (loss)	(67,173)	51,281	20,961	152,885	1,340
Current Capital: Contributions	255,445	—	—	—	3,854
Fixed Assets	1,645,331	—	1,491,239	—	112,662
Total Assets	1,814,246	765,636	3,579,159	290,383	161,493
Bonds and Notes Payable	—	308,905	2,501,825	133,395	—
Total Equity	$1,531,086	$456,432	$ 963,506	$152,955	$ 59,876

	South Jersey Port Corporation
Operating revenues	$12,268
Depreciation, depletion and amortization expense	—
Operating income (loss)	431
Operating grants, entitlements and shared revenue	1,647
Net income (loss)	1,228
Current Capital: Contributions	—
Fixed Assets	55,340
Total Assets	73,610
Bonds and Notes Payable	41,875
Total Equity	$ 8,065

(C) CHANGES IN OUTSTANDING BONDS AND NOTES

Certain Authorities issue their own revenue bonds and bond anticipation notes. Bond anticipation notes are generally repaid from the proceeds of revenue bonds to be issued from the renewal of the notes. Federal or State aid or other sources relative to the purpose of the issuance. Revenue bonds, except as disclosed, are not obligations of the State of New Jersey and have interest rates ranging from 3.2% to 13.75%. Interest rates for bond anticipation notes ranged from 3.375% to 11%. Changes in outstanding bonds and notes (in thousands) were as follows:

	Outstanding, Beginning of Year	Issued	Redeemed	Outstanding, End of Year
Hackensack Meadowlands Development Commission	$ 8,035	$ —	$ 4,531	$ 3,504
New Jersey Building Authority	133,523	103,760	116,698	120,585
New Jersey Casino Reinvestment Development Authority	68	24,856	—	24,924
New Jersey Economic Development Authority	—	—	—	—
New Jersey Educational Facilities Authority	490,400	78,034	24,437	543,997
New Jersey Expressway Authority	44,855	—	1,060	43,795
New Jersey Health Care Facilities Financing Authority	2,842,159	403,177	50,020	3,195,316
New Jersey Highway Authority	419,175	50,000	4,235	464,940
New Jersey Housing and Mortgage Finance Agency	2,532,706	305,229	417,851	2,420,084
New Jersey Sports and Exposition Authority	411,818	3,334	5,243	409,909
New Jersey Transit Corporation	—	—	—	—
New Jersey Transportation Trust Fund Authority	251,780	125,000	67,875	308,905
New Jersey Turnpike Authority	2,502,825	2,000,000	2,001,000	2,501,825
New Jersey Wastewater Treatment Trust	—	133,395	—	133,395
New Jersey Water Supply Authority	—	—	—	—
South Jersey Port Corporation	28,595	41,875	28,595	41,875
	$9,665,939	$3,268,660	$2,721,545	$10,213,054

(D) COMMITMENTS AND OBLIGATIONS

New Jersey Building Authority

The authority has contract commitments for construction of buildings at December 31, 1987 totalling $6.9 million.

New Jersey Educational Facilities Authority

Minimum aggregate bond principal maturities for the next five years are as follows (in thousands):

1988	$ 16,158
1989	20,017
1990	21,177
1991	22,027
1992	23,223
	$102,602

New Jersey Transportation Trust Fund Authority

Aggregate maturities of Transportation System Bonds Payable (in thousands) are as follows:

1989	$ 26,660
1990	30,040
1991	31,475
1992	33,070
1993	34,810
1994 through 1998	152,850
	$308,905

New Jersey Transit Corporation

The Corporation has minimum lease commitments as of June 30, 1988 as follows (in millions):

Years ending June 30	
1989	$ 17.7
1990	15.9
1991	15.8
1992	14.5
1993	13.5
Subsequent to 1993	106.9
Total minimum lease payments	184.3
Less: Executory costs	(2.1)
Net minimum lease payments	182.2
Less: Estimated amounts representing interest	(79.0)
Present value of net minimum lease payments	$103.2

As of June 30, 1988, New Jersey Transit had made commitments of approximately $70 million for fiscal year 1989 operating expenditures. Additionally, the Corporation was committed for future expenditures under the following capital projects (in millions):

Bus Purchase	$135.7
Rolling Stock Improvement Program	13.8
Bus Maintenance Facilities	31.8
Rail Passenger Facilities	7.9
Rail Maintenance Facilities	7.1
Electrification of Rail Lines	6.6
Bus Radio Program	14.3
Bus Revenue Collection Equipment	10.5
Other	7.2
Total	$234.9

The Corporation also has commitments for future expenditures on other non-capital projects of approximately $15.8 million. Funding for all such commitments is dependent upon the availability of future Federal and State funding.

New Jersey Water Supply Authority

Aggregate maturities of bond, loan and State Loan Notes principal and interest (in thousands) for which the Authority is obligated under agreement with the State of New Jersey are as follows:

As of June 30	
1989	$ 2,437
1990	2,624
1991	2,620
1992	3,722
1993	3,719
1994 through 2027	116,755
Total principal and interest	131,877
Less: Amounts representing interest	(37,007)
Principal amount due to State of New Jersey	94,870
Less: current portion	(669)
Long-term liability at June 30, 1988	$ 94,201

(E) CONTINGENCIES

The New Jersey Transit Corporation is party to various legal actions and disputes. Although the ultimate effect, if any, of these matters is not presently determinable, management believes that collectively they will not have a material effect upon the consolidated financial position or results of operations of the Corporation. Certain claims and contingencies have been asserted relating to the re-electrification projects. As of June 30, 1988, such claims and contingencies totalled approximately $32 million. Management believes that the ultimate settlement of such claims will not have a significant effect on the consolidated financial statements and that settlement amounts, if any, will be reimbursed from external capital sources such as State bond funds, trust funds and Federal grants.

NOTE 20—COLLEGE AND UNIVERSITY FUNDS

Transactions related to the financial activities of the colleges and universities are accounted for in the College and University Funds. Effective July 1, 1987, nine State colleges whose revenues and expenditures were previously accounted for in the General Fund of the State of New Jersey, were given autonomous status as a result of Chapter 42 and 88 of Public Law of 1988. The University of Medicine and Dentistry operates a hospital in addition to the University. The financial statements of this fund have been prepared in accordance with the American Institute of Certified Public Accountants' "Industry Audit Guide—Audit of Colleges and Universities" and, accordingly, are presented in a separate column in the combined balance sheet. They do not include the financial activity related to foundations and similar organizations within the colleges and universities.

(A) BASIS OF ACCOUNTING

The accounts of the colleges and universities are maintained and reported on the accrual basis of accounting.

(B) FUND ACCOUNTING

The financial activities of the colleges and universities are recorded in funds which classify the various transactions by specified activities or objectives. Fund balances of such funds are reported as reserved for higher education programs and higher education general endowment and similar funds. The financial statements presented here are an aggregation of these fund types. Data regarding these funds can be obtained in the audit reports of the individual college and university funds for the year ended June 30, 1988.

(C) INVESTMENTS

Investments of the colleges and universities are stated at cost, adjusted for amortization of premiums and accretion of discounts. Donated securities are carried at market value at the date of gift.

(D) PATIENT SERVICE REVENUES

Patient revenues, which were $136.4 million during 1988, are recognized at the time of service, net of allowances applicable to third-party payers, charity and bad debts.

(E) DEPARTMENTAL RECEIVABLES

An allowance for doubtful receivables is provided for estimated losses expected to be incurred in collection. The estimated losses are based on historical collection experience and a review of the status of existing receivables.

(F) FIXED ASSETS

Fixed assets are stated principally at cost at date of acquisition or fair value at date of donation in the case of gifts. Consistent with generally accepted accounting principles for colleges and universities, depreciation is not provided for the cost of plant assets.

(G) STATE APPROPRIATIONS

A substantial portion of the Colleges and University Fund's current unrestricted expenses, including current payments for retirement costs and fringe benefits, are funded through appropriations from the general fund at the time the expenses are encumbered or paid. State appropriations are included as appropriation revenue and as expenditures in the accompanying financial statements.

(H) PENSION & RETIREMENT BENEFITS

Retirement benefits for the majority of eligible full-time employees of the University Funds are provided under various pension agreements, namely the Public Employees' Retirement System (Note 14) and the Teachers Insurance and Annuity Association College Retirement Equity Fund. Under these arrangements, the plan participants make annual contributions, and the State provides the University's portion of the contribution directly. In addition to the above major plans, some employees of the University of Medicine and Dentistry are covered under retirement systems of the City of Newark.

Notes Payable

This consists mainly of demand notes payable of $8.1 million and installment notes payable of $2.7 million for Rutgers, the State University.

(I) BONDS PAYABLE AND OTHER DEBT

Rutgers, the State University entered into an open-ended indenture dated May 1, 1967 to provide a means of financing construction of auxiliary enterprise facilities and to consolidate previously outstanding bond indebtedness. Under the terms of the indenture, all bonds issued are direct and general obligations of the University and are in no way an obligation of the State of New Jersey. All revenues from auxiliary enterprise facilities constructed from the proceeds of the bonds together with revenues from certain other such facilities are pledged to secure the indebtedness and must be applied to (1) annual interest and amortization payments, (2) debt service reserve deficiency, if any, (3) operating and maintenance expenses, and (4) the funding of repair and replacement reserves. The excess of funds, after satisfying these requirements, is available to the University. The University has covenanted that so long as the bonds are outstanding, it will not incur any other indebtedness secured by a pledge of the facility revenues, nor sell, mortgage or otherwise dispose of such facilities.

A summary of bonds issued and outstanding for Rutgers, the State University at June 30, 1988 is as follows:

	Date of Series	Original Amount	Outstanding June 30, 1988
Revenue refunding bonds:			
Series A, 3⅞%, due serially to May 1, 2001	5/1/67	$ 5,025,000	$ 2,910,000
Series B, 2⅞%, due serially to May 1, 1999	5/1/67	575,000	275,000
Series C, 2¾%, due serially to May 1, 1999	5/1/67	2,190,000	980,000
Series D, 4.4% effective, due serially to May 1, 1999	5/1/67	1,920,000	475,000
Series N, 7.38% effective, due serially to May 1, 2001 and term bonds due May 1, 2016	8/1/86	35,625,000	34,850,000
Total revenue refunding bonds		45,335,000	39,490,000
Revenue bonds:			
Series E, 3¼%, due serially to May 1, 2016	5/1/67	1,200,000	935,000
Series F, 3%, due serially to May 1, 2016	11/1/67	2,350,000	1,750,000
Series G, 7% effective, due serially to May 1, 2005	11/1/69	13,600,000	10,640,000
Series H, 5.9% effective, due serially to May 1, 2007	11/1/70	8,300,000	6,625,000
Series I, 6.7% effective, due serially to May 1, 2001 and term bonds due May 1, 2011	11/1/75	24,800,000	21,535,000
Series J, 5.8% effective, due serially to May 1, 2003 and term bonds due May 1, 2013	11/1/76	11,200,000	9,875,000
Series K, 6.68% effective, due serially to May 1, 2004 and term bonds due May 1, 2014	11/1/77	7,635,000	6,895,000
Series L, 9.7% effective, due serially to May 1, 2003 and term bonds due May 1, 2013	5/1/83	5,400,000	5,200,000
Series N, 7.87% effective, due serially to May 1, 2011 and term bonds due May 1, 2018	5/1/88	81,340,000	81,340,000
Total revenue bonds		155,825,000	144,795,000
General obligations bonds:			
Series 1, 7.63% effective, due serially to May 1, 2001 and term bonds due May 1, 2015	5/1/86	10,100,000	10,100,000
1987 Series A, 8.11% effective, due serially to May 1, 2002 and term bonds due May 1, 2017	5/1/87	89,015,000	88,120,000
Total general obligation bonds		99,115,000	98,220,000
TOTAL BONDS		$300,275,000	$282,505,000

The Revenue Refunding Bonds, Series A-D and N, and the Revenue Bonds, Series E-L and O, were issued under an open-ended indenture of trust dated May 1, 1967 to provide a means of financing construction of auxiliary enterprise facilities and to consolidate previously outstanding bond indebtedness. Under the terms of the indenture, all bonds issued are direct and general obligations of the University and are in no way an obligation of the State of New Jersey. All revenues from auxiliary enterprise facilities constructed from the proceeds of the bonds together with revenues from certain other such facilities are pledged to secure the indebtedness and must be applied to (1) annual interest and amortization payments, (2) debt service reserve deficiency, if any, (3) operating and maintenance expenses, and (4) the funding of repair and replacement reserves. The excess of funds, after satisfying these requirements, is available to the University. The University has covenanted that so long as the bonds are outstanding, it will not incur any other indebtedness secured by a pledge of the facility revenues, nor sell, mortgage or otherwise dispose of such facilities.

The Series N Bonds were issued to refund the University's outstanding Revenue Bonds, Series M, dated November 1, 1984. The proceeds of the Series N Bonds were used: (i) to pay certain administrative, legal, financing and incidental expenses relating to the issuance of the Series N Bonds, and (ii) to deposit into a special escrow fund to be held by the Trustee, as refunding escrow trust agent, an amount sufficient to purchase certain direct obligations of or obligations guaranteed by the United States of America, the principal of and interest on which will be sufficient to pay, when due, the principal of, redemption premium, if any, and interest on the Series M Bonds as they mature on and before May 1, 1995 and upon their redemption on May 1, 1995.

The General Obligation Bonds, Series 1, were issued under an indenture of trust, dated May 1, 1986, to provide a means of financing a portion of the cost of construction of the Center for Advanced Biotechnology and Medicine to be located in Piscataway, New Jersey. Construction and operation of the Center is to be undertaken as a joint venture of Rutgers, The State University and the University of Medicine and Dentistry of New Jersey (UMDNJ). The indenture provides that the Series 1 Bonds are direct and general obligations of the University, and that the full faith and credit of the University is pledged for the payment of the principal and interest thereon; provided, however, there is to be excluded from the pledge of the indenture any revenues, moneys, securities or funds theretofore or hereafter specially pledged by the University for the payment of bonds, notes or other indebtedness. The Series 1 Bonds should not be construed to constitute a debt of the State of New Jersey.

The General Obligation Bonds, 1987 Series A, were issued under an open-ended indenture of trust, dated May 1, 1987, to provide a means of financing a portion of the cost of the construction of certain academic and other facilities of the University (Phase II Facilities). The proceeds of the Series A Bonds, together with other moneys available to the University will be used: (i) to pay into the debt service reserve fund the amount required by the indenture; (ii) to pay certain administrative, legal, financing and incidental expenses relating to the issuance of the Series A Bonds; and (iii) to pay a portion of the costs of the Phase II Facilities. The Series A Bonds should not be construed to constitute a debt of the State of New Jersey.

Debt service payments (net of interest subsidy on Series H Bonds of $69,381) applicable to Series A through L, N, and O, Series 1 and 1987 Series A due over the next five years are as follows:

	1989	1990	1991	1992	1993
Series A-L, N and O					
Principal	$ 2,125,000	$ 3,180,000	$ 3,365,000	$ 3,545,000	$ 3,785,000
Interest	12,979,872	12,852,653	12,675,039	12,482,167	12,275,173
Series 1					
Principal	135,000	140,000	150,000	160,000	170,000
Interest	749,752	742,462	734,482	725,482	715,562
1987 Series A					
Principal	940,000	995,000	1,055,000	1,120,000	1,190,000
Interest	6,892,917	6,843,097	6,787,377	6,725,187	6,658,987
Total	$23,822,541	$24,753,212	$24,766,898	$24,758,836	$24,794,722

The New Jersey Institute of Technology has mortgage bonds and other long-term obligations consisting of the following:

	Amount (In Thousands)
1986 Series A, 7.25%, (due to the New Jersey Educational Facilities Authority to July 1, 2006)	$26,000
1986 Series B, 7.0%, (due to the New Jersey Educational Facilities Authority to July 1, 2002)	6,415
5% to 12% mortgage notes payable	91
Total	$32,506

The bond agreements require the pledging of certain revenues so as to meet the sinking fund requirements of the issue. Plant fund cash and temporary cash investments include $27,883 representing deposits with the bond trustees, of which approximately $27,399 are required to be maintained in accordance with mortgage bond indenture agreements.

Aggregate principal payments during the next five fiscal years and thereafter, required under the terms of the mortgage bonds and notes are:

Fiscal Year	Amount (In Thousands)
1989	$ 1,160
1990	1,205
1991	1,268
1992	1,323
1993	1,395
Thereafter	26,155

In December, 1986, the institute issued the Series 1986 B Bonds for the purpose of refinancing its Series 1982 F issue. The proceeds from this transaction have been irrevocably deposited with the Trustee of the 1982 F issue, in order to satisfy the principal, interest, and call premium obligations of the 1982 F bonds. The bonds cannot be called until July 1, 1992, at which time the Trustee intends to do so. Accordingly, the amounts deposited with the Trustee and the liability with respect to the 1982 F issues have been removed from the financial statements.

At June 30, 1988, long-term debt of University of Medicine and Dentistry of New Jersey consisted of the following (excluding $4.3 million of debt relating to Raritan Valley Hospital):

University of Medicine and Dentistry of New Jersey, Series A Tax Exempt Revenue Bonds of December 1985 issued in the amount of $12,335,000. Serial bonds in the amount of $6,955,000, bearing interest at rates of 6.25-8.70% are payable in equal installments of interest and principal through 2000; $5,095,000 of 8.9% term bonds are due in 2005. The issue is collateralized by certain University revenues	$11,745,000
University of Medicine and Dentistry of New Jersey, Series B Tax Exempt Revenue Bonds of August 1986 issued in the amount of $56,840,000. Serial bonds in the amount of $22,550,000 bearing interest at rates of 5.0-7.1% are payable in equal annual installments of interest and principal through 2001; $34,290,000 of term bonds bearing interest of 7.0% and 5.0% are due through 2001. The issue is collateralized by certain University revenues	56,840,000
University of Medicine and Dentistry of New Jersey, Certificates of Participation, Series A issued in February 1987	8,194,805
	76,779,805
LESS: Amortized discount of Series B Tax Exempt Revenue Bonds	5,308,544
Total	$71,471,261

In August 1986, the University issued Series B bonds in the amount of $56,840,000 to finance the construction costs of a cogeneration plant, a parking garage facility and other capital projects on the University's campuses. These bonds were issued on a parity with the Series A bonds and are secured by the provisions of the General Bond Resolution, which include the pledged revenues covered under the Series A issue along with the revenues from the operation of a proposed parking garage facility.

In February 1987, the University entered into a Master Lease Agreement whereby the University may acquire up to $13,080,000 in various types of equipment undera capital lease. To finance these acquisitions, the underwriter for the Lessor, Fiscal Funding of New Jersey I, issued $13,080,000 of Certificates of Participation, bearing interest at 4.10%-5.20% due serially from December 1988 to December 1992 and placed the proceeds in an Acquisition Account. The University draws against these proceeds for equipment pur-

chases, which will be repaid through rent payments over a five year period. Title to all equipment purchases under this agreement vests with the University and the lease is secured by the equipment acquired.

In October 1987, the University entered into a financing agreement for a term of sixty (60) months in the amount of $2,167,297. This agreement covered the purchase of an item of medical equipment. This amount has been recorded as a note payable in the Plant Funds.

In April 1988, the University was involved in a Certificate of Participation issue in the amount of $8,595,000 bearing interest at 4.7%-6.45%. The proceeds of this issue are to fund specific equipment needs of the Center for Advanced Biotechnology and Medicine. Lease payments will be made for the term of June 1989 through June 1995, the funding of which will be provided from a New Jersey Commission on Science and Technology grant. As of June 30, 1988, no proceeds of this issue had been utilized for equipment purchases.

(J) CAPITALIZED LEASE OBLIGATIONS

In April 1988, Rutgers, the State University entered into a $15,205,000 capital lease agreement for equipment required in certain of the University's new high technology research centers. The capital lease agreement was financed, under a trust agreement with a bank, through the issuance of "Certificates of Participation" in lease payments to be made by the University. The Certificates bear interest at rates varying from 4.7 to 6.4 percent and mature semi-annually in varying amounts beginning on June 15, 1989 and ending June 15, 1995. Lease payments required under the terms of the lease are to be funded annually from a grant to the University from the New Jersey Commission on Science and Technology. Title to all equipment purchased under this lease agreement vests with the University and the trust agreement is secured by the equipment acquired.

Assuming the University fully utilizes the financing provided under these agreements, the following is a schedule of future lease payments:

Year	Amount
1989	$ 1,372,206
1990	2,735,372
1991	3,293,457
1992	3,292,290
1993	3,311,523
1994	3,788,383
1995	1,317,220
Total lease payments	19,110,451
Less: Amount representing interest	3,905,451
Present value of lease payments	$15,205,000

At June 30, 1988, the University has purchased approximately $3,018,000 of equipment under the terms of this agreement. Accordingly, a corresponding amount has been established as a capitalized lease obligation in the Plant Funds group.

Pursuant to the terms of a lease and agreement dated September 1, 1971 between Rutgers, The State University and the New Jersey Educational Facilities Authority ("Authority"), the University transferred to the Authority title to certain land, upon which dormitories have been constructed. In 1974, the Authority issued bonds in the aggregate amount of $6,725,000 at an effective interest cost of 5.95% per annum, for the purpose of providing long-term financing for the aforementioned facilities. Such bonds mature serially through 2008. In accordance with the agreement, the University is required to pay an annual rental to the Authority over the life of the agreement in amounts necessary to retire the bonds, including interest, provide sinking fund and reserve account requirements and reimburse the Authority for its administrative costs. As security for its obligation under the agreement, the University has pledged the revenues arising from the financed facilities. Upon retirement of the bonds, title to the land and facilities will revert to the University; accordingly, the land and facilities have been capitalized with a corresponding liability classified as a capitalized lease obligation. At June 30, 1988, this liability is $5,315,000 ($5,455,000 in 1987). The following is a schedule of future lease payments under this lease:

Year	Amount
1989	$ 459,775
1990	461,800
1991	463,275
1992	464,200
1993	464,575
Thereafter	6,932,300
Total lease payments	9,245,925
Less: Amount representing interest	3,930,925
Present value of lease payments	$5,315,000

The University has entered into certain lease-purchase agreements for equipment which are principally for a duration of one to five years depending on the application and financial advantage to the University. Such agreements are essential to the normal operation of the University and it is expected that these arrangements, where applicable, would be renegotiated when financially advantageous to the University. The payments of these agreements include a charge for interest at various rates depending on each agreement. At June 30, 1988, the aggregate capitalized lease obligation associated with these agreements, which excludes future interest payments, is approx-

imately $1,442,000 ($1,465,000 in 1987). The annual rentals for these capitalized lease obligations are provided for in the University's operating budget and in the aggregate are not considered material.

In 1988, the University capitalized the Robert Wood Johnson (RWJ) Professional Building lease at an initial book value of $2,690,000. The approximate minimum lease payments required under the lease that have initial or remaining and noncancellable lease terms in excess of one year at June 30, 1988 are:

Fiscal Year	Amount
1989	$ 385,258
1990	372,481
1991	359,703
1992	346,926
1993	334,148
Thereafter	3,478,923
Total	$5,277,439

From August 1975 until May 1981, the University leased Raritan Valley Hospital (RVH) from the New Jersey Health Care Facilities Financing Authority (Authority) and operated the facility as an acute care hospital and ambulatory care center. Effective May 1, 1981, the University was discharged from its obligations under the Author' lease and possession of RVH was transferred to the Division of Mental Retardation (DMR). The RVH accounts will be formally transferred to DMR when the appropriate authorizing legislation is enacted.

The University's Fixed Assets include University Hospital and several smaller facilities which were financed by a $120,000,000 State of New Jersey General Obligation Medical Educational Facilities Bond Issue (Bond Issue). Because this bond issue is an obligation of the State of New Jersey, it is not reflected on the University's balance sheet. The book value of University Hospital includes approximately $20,500,000 of capitalized interest costs which were paid by the State.

Repayments of principal amounts of long-term debt and capitalized leases, exclusive of the debt related to Raritan Valley Hospital and RWJ Professional Building, for the next five years are as follows:

Fiscal Year	Amount
1989	$ 2,890,468
1990	3,029,985
1991	3,177,033
1992	3,347,213
1993	3,540,106
Thereafter	60,795,000
Total	$76,779,805

Self Insurance Reserve Fund

The University of Medicine and Dentistry of New Jersey Self Insurance Reserve Fund is accounted for within a trust fund maintained by the State of New Jersey.

(K) COMMITMENTS AND CONTINGENCIES

At June 30, 1988, Rutgers, The State University had estimated cost of capital projects under construction, in the design stage with approved sources of funding, and in the design stage pending determination of sources of funding, of approximately $301,016,000.

The colleges and universities are party to various legal actions arising in the ordinary course of their operations. While it is not feasible to predict the ultimate outcome of these actions, it is the opinion of management that the resolution of these matters will not have a material adverse effect on the financial statements.

NOTE 21—JOINT VENTURES

Joint ventures are independently constituted entities generally created by two or more governments for a specific purpose such as contracting and maintaining an interstate bridge. Pursuant to current financial reporting standards, the State does not record its equity in joint ventures. The only significant joint venture in which the State of New Jersey participates is the Port Authority of New York and New Jersey. Other joint ventures are immaterial.

The Port Authority is a municipal corporate instrumentality of the States of New York and New Jersey created by compact between the two states in 1921 with the consent of the Congress of the United States. It is authorized and directed to plan, develop and operate terminals and other facilities of transportation and commerce, and to advance projects in the general fields of transportation, economic development, and world trade that contribute to promoting and protecting the commerce and economy of the Port District, defined in the compact, which comprises an area of about 1,500 square miles in both states, centering about New York Harbor.

The Governor of each state appoints six of the twelve members of the governing Board of Commissioners, subject to confirmation by the respective State Senate. Each governor has from time to time exercised the statutory power to veto the actions of the commissioners from his state.

The commissioners serve six-year overlapping terms as public officials without compensation. They establish Authority policy, appoint an Executive Director to implement it, and also appoint a General Counsel to act as legal advisor to the Board and to the Executive Director. The Authority undertakes only those projects authorized by the two states.

The compact envisions the Port Authority as being financially self-sustaining and, as such, it must obtain the funds necessary for the construction or acquisition of facilities upon the basis of its own credit, its reserve funds and its future revenues. The agency has neither the power to pledge the credit of either state or any municipality nor to levy taxes or assessments.

Consolidated financial statements for the Port Authority for the fiscal year ended December 31, 1987 disclosed the following (in thousands):

Financial Position

Total Assets	$5,542,703
Total Liabilities	3,412,742
Net Assets	$2,129,961

Operating Results

Operating Revenues	$1,331,438
Operating Expenses	(1,002,930)
Depreciation and Amortization	(169,393)
Income from Operations	159,115
Financial Income (Expense), Net	(77,414)
Income Before Extraordinary Gain	81,701
Extraordinary Gain—Purchase of Port Authority Bonds in Connection with Sinking Fund Requirements	2,312
Net Income	$ 84,013

Changes in Net Assets

Balance, January 1, 1987	$2,024,818
Net Income	84,013
Federal Contributions in Aid of Construction	21,130
Balance, December 31, 1987	$2,129,961

Except for Special Project Bonds, the Authority's debt is secured by its full faith and credit, its reserve funds or a pledge of future revenues. Special Project Bonds are secured by a mortgage on the financed properties. At December 31, 1987, Port Authority debt consisted of the following (in thousands):

Consolidated Bonds	$2,602,550
Consolidated Notes	116,000
Special Project Bonds	96,500
	2,815,050
Less: Amortized Cost of Purchased Bonds	(39,259)
Unamortized Discount	(16,631)
Total	$2,759,160

COMBINING FINANCIAL STATEMENTS

SPECIAL REVENUE FUNDS

STATE OF NEW JERSEY
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 1988

	Alcohol Education Rehabilitation & Enforcement Fund	Beaches And Harbor Fund	Boarding House Rental Assistance Fund
ASSETS			
CASH AND CASH EQUIVALENTS	$ —	$ 10,515	$ 2,756
INVESTMENTS	—	—	—
RECEIVABLES, NET OF ALLOWANCES FOR UNCOLLECTIBLES			
Federal government	—	—	—
Departmental accounts	—	—	—
Loans	—	—	—
Other	—	332,682	—
OTHER ASSETS			
Due from other funds	18,255,511	1,606,321	12,346,231
Deferred charges	—	—	—
Other	—	4,683,852	—
Total Assets	$18,255,511	$6,633,370	$12,348,987
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable and accrued expenses	$ 4,613,060	$ 3,000	$ 599,411
Deferred revenue	—	—	—
Due to other funds	1,374,257	442,327	183,419
Advances from other funds	—	—	—
Other	—	—	—
Total Liabilities	5,987,317	445,327	782,830
FUND BALANCES			
Reserved for:			
Encumbrances	2,805,084	52,075	—
Other	—	4,683,852	5,248,736
Unreserved:			
Designated for continuing appropriations	—	891,667	—
Undesignated	9,463,110	560,449	6,317,421
Total Fund Balances	12,268,194	6,188,043	11,566,157
Total Liabilities and Fund Balances	$18,255,511	$6,633,370	$12,348,987

Casino Control Fund	Casino Revenue Fund	Catastrophic Illness in Children Relief Fund	Clean Communities Account Fund	Clean Waters Fund
$ —	$ —	$ —	$ —	$ 780
—	—	—	—	—
—	—	—	—	—
13,455,216	4,474,903	5,100,000	51,958	—
—	—	—	—	8,853,594
—	—	—	—	171,243
1,027,368	226,159,273	—	13,022,612	9,532,661
—	—	—	—	—
—	—	—	—	—
$14,482,584	$230,634,176	$5,100,000	$13,074,570	$18,558,278
$10,608,717	$ 4,384,066	$ —	$ 26,255	$ 369,097
3,159,500	—	—	—	—
—	—	—	406,702	1,794,940
—	—	—	—	—
—	—	—	—	—
13,768,217	4,384,066	—	432,957	2,164,037
3,091,351	41,369,715	—	34,559	3,113,233
—	—	—	—	8,853,594
—	—	—	—	13,416,836
(2,376,984)	184,880,395	5,100,000	12,607,054	(8,989,422)
714,367	226,250,110	5,100,000	12,641,613	16,394,241
$14,482,584	$230,634,176	$5,100,000	$13,074,570	$18,558,278

STATE OF NEW JERSEY
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET (Continued)
JUNE 30, 1988

	Clients' Security Fund	Emergency Flood Control Fund	Enterprise Zone Assistance Fund
ASSETS			
CASH AND CASH EQUIVALENTS	$ 133,037	$ 4,727	$ —
INVESTMENTS	5,208,872	—	—
RECEIVABLES, NET OF ALLOWANCES FOR UNCOLLECTIBLES			
Federal government	—	—	—
Departmental accounts	—	—	340,128
Loans	—	—	—
Other	—	—	—
OTHER ASSETS			
Due from other funds	—	1,265,911	6,587,882
Deferred charges	—	—	—
Other	—	—	—
Total Assets	$5,341,909	$ 1,270,638	$6,928,010
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable and accrued expenses	$ —	$ 5,218	$ 490,080
Deferred revenue	—	—	—
Due to other funds	80,250	357,100	—
Advances from other funds	—	—	—
Other	—	—	—
Total Liabilities	80,250	362,318	490,080
FUND BALANCES			
Reserved for:			
Encumbrances	—	8,643,441	1,393,255
Other	48,219	—	—
Unreserved:			
Designated for continuing appropriations	—	3,259,566	—
Undesignated	5,213,440	(10,994,687)	5,044,675
Total Fund Balances	5,261,659	908,320	6,437,930
Total Liabilities and Fund Balances	$5,341,909	$ 1,270,638	$6,928,010

Farmland Preservation Fund	Green Trust Fund	Gubernatorial Elections Fund	Hazardous Discharge Site Cleanup Fund	Housing Assistance Fund
$ 1,635	$ 66,490	$ —	$ 22,618	$ 1,507
—	—	—	—	—
—	—	—	—	—
—	—	—	—	—
—	19,844,786	—	—	9,168,795
—	80,828	—	881,999	272,804
7,133,765	11,633,929	596,723	7,143,870	489,249
—	—	—	—	—
—	—	—	—	—
$7,135,400	$31,626,033	$596,723	$ 8,048,487	$9,932,355
$1,368,530	$ 125,108	$ —	$ —	$ —
—	—	—	—	—
861,033	197,252	—	15,552	252,374
—	—	—	563,002	—
—	—	—	—	—
2,229,563	322,360	—	578,554	252,374
1,431,970	22,104,707	—	2,906	—
—	19,844,786	—	302,494	9,168,795
3,388,132	43,998,925	—	109,984,986	20,186
85,735	(54,644,745)	596,723	(102,820,453)	491,000
4,905,837	31,303,673	596,723	7,469,933	9,679,981
$7,135,400	$31,626,033	$596,723	$ 8,048,487	$9,932,355

STATE OF NEW JERSEY
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET (Continued)
JUNE 30, 1988

	Jobs, Science And Technology Fund	Medical Education Facilities Fund	Mortgage Assistance Fund
ASSETS			
CASH AND CASH EQUIVALENTS	$ 321	$ 2,401	$ 1,615
INVESTMENTS	—	—	—
RECEIVABLES, NET OF ALLOWANCES FOR UNCOLLECTIBLES			
Federal government	—	—	—
Departmental accounts	—	—	—
Loans	—	—	13,566,614
Other	—	—	301,686
OTHER ASSETS			
Due from other funds	3,472,239	551,166	2,526,494
Deferred charges	—	—	—
Other	—	—	—
Total Assets	$ 3,472,560	$553,567	$16,396,409
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable and accrued expenses	$ 2,810,000	$ —	$ —
Deferred revenue	—	—	—
Due to other funds	1,537,079	38,622	425,706
Advances from other funds	—	—	—
Other	—	—	—
Total Liabilities	4,347,079	38,622	425,706
FUND BALANCES			
Reserved for:			
Encumbrances	40,821	403,268	4,368
Other	—	—	13,566,614
Unreserved:			
Designated for continuing appropriations	30,832,317	105,325	43,904
Undesignated	(31,747,657)	6,352	2,355,817
Total Fund Balances	(874,519)	514,945	15,970,703
Total Liabilities and Fund Balances	$ 3,472,560	$553,567	$16,396,409

Natural Resources Fund	New Jersey Local Development Financing Fund	New Jersey Spill Compensation Fund	New Jersey Uncompensated Care Trust Fund	1983 New Jersey Green Acres Fund
$ 17,697	$ 9,333	$ —	$ 8,343,152	$ —
—	—	—	—	—
—	—	—	—	59,032
—	—	—	7,604,000	—
2,092,287	20,891,746	—	—	—
80,083	921,389	952,160	—	69,589
21,390,011	1,439,174	53,044,779	6,493,952	2,439,715
—	—	—	—	—
1,800,000	—	—	—	1,674,165
$25,380,078	$23,261,642	$53,996,939	$22,441,104	$ 4,242,501
$ 1,152,383	$ 405,000	$ 1,622,611	$ —	$ 854,329
—	—	—	—	—
945,825	—	3,581,234	10,448,976	1,835,270
—	—	—	—	—
—	—	—	—	—
2,098,208	405,000	5,203,845	10,448,976	2,689,599
9,229,236	765,000	10,574,680	—	3,565,808
3,892,287	20,891,746	16,457	5,867,000	1,674,165
89,776,233	24,348,766	—	—	23,376,652
(79,615,886)	(23,148,870)	38,201,957	6,125,128	(27,063,723)
23,281,870	22,856,642	48,793,094	11,992,128	1,552,902
$25,380,078	$23,261,642	$53,996,939	$22,441,104	$ 4,242,501

STATE OF NEW JERSEY
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET (Continued)
JUNE 30, 1988

	Office Of Attorney Ethics	Pinelands Infrastructure Trust Fund	Property Tax Relief Fund
ASSETS			
CASH AND CASH EQUIVALENTS	$ 65,605	$ —	$ —
INVESTMENTS	615,456	—	—
RECEIVABLES, NET OF ALLOWANCES FOR UNCOLLECTIBLES			
Federal government	—	—	—
Departmental accounts	—	—	161,130,487
Loans	—	100,000	—
Other	—	—	—
OTHER ASSETS			
Due from other funds	—	—	151,342,424
Deferred charges	—	—	—
Other	—	—	—
Total Assets	$681,061	$ 100,000	$312,472,911
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable and accrued expenses	$426,326	$ —	$ 2,827,855
Deferred revenue	—	—	—
Due to other funds	—	—	—
Advances from other funds	—	100,000	—
Other	—	—	22,376,803
Total Liabilities	426,326	100,000	25,204,658
FUND BALANCES			
Reserved for:			
Encumbrances	—	—	3,948,365
Other	—	—	—
Unreserved:			
Designated for continuing appropriations	—	30,000,000	—
Undesignated	254,735	(30,000,000)	283,319,888
Total Fund Balances	254,735	—	287,268,253
Total Liabilities and Fund Balances	$681,061	$ 100,000	$312,472,911

Resource Recovery And Solid Waste Disposal Facility Fund	Safe Drinking Water Fund	Sanitary Landfill Facility Contingency Fund	Shore Protection Fund	State Land Acquisition And Development Fund
$ 1,000	$ 74,922	$ 9,693	$ 15,222	$ 95,466
—	—	—	1,899,800	—
—	—	—	—	332,489
—	22,076	—	—	—
48,000,000	—	—	—	—
—	—	—	239,688	12,139
25,453,571	4,503,520	35,361,067	19,092,684	3,686,564
—	—	—	—	—
—	—	—	4,822,000	—
$73,454,571	$4,600,518	$35,370,760	$26,069,394	$ 4,126,658
$ —	$ 9,540	$ 18,386	$ 272,631	$ 430,045
—	—	—	—	—
19,500,000	—	77,223	2,325,178	1,496,595
—	—	—	—	—
—	—	—	12,863	—
19,500,000	9,540	95,609	2,610,672	1,926,640
—	785,417	326,201	2,782,602	31,304,370
48,000,000	—	—	4,822,000	—
37,483,021	—	—	6,564,984	15,833,095
(31,528,450)	3,805,561	34,948,950	9,289,136	(44,937,447)
53,954,571	4,590,978	35,275,151	23,458,722	2,200,018
$73,454,571	$4,600,518	$35,370,760	$26,069,394	$ 4,126,658

STATE OF NEW JERSEY
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET (Continued)
JUNE 30, 1988

	State Lottery Fund	State Recreation And Conservation Land Acquisition Fund 1971	State Recreation And Conservation Land Acquisition And Development Fund 1974
ASSETS			
CASH AND CASH EQUIVALENTS	$ 654,712	$ 2,813	$ —
INVESTMENTS	—	—	—
RECEIVABLES, NET OF ALLOWANCES FOR UNCOLLECTIBLES			
Federal government	—	—	—
Departmental accounts	—	—	—
Loans	—	—	—
Other	19,832,444	—	—
OTHER ASSETS			
Due from other funds	44,408,533	934,191	9,960,353
Deferred charges	1,967,320	—	—
Other	—	—	—
Total Assets	$66,863,009	$937,004	$9,960,353
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable and accrued expenses	$27,291,475	$ 468	$ 736,103
Deferred revenue	313,562	—	—
Due to other funds	36,623,676	114,137	943,538
Advances from other funds	—	—	—
Other	—	—	—
Total Liabilities	64,228,713	114,605	1,679,641
FUND BALANCES			
Reserved for:			
Encumbrances	2,384,296	181,038	6,309,928
Other	250,000	—	—
Unreserved:			
Designated for continuing appropriations	—	641,361	6,970,784
Undesignated	—	—	(5,000,000)
Total Fund Balances	2,634,296	822,399	8,280,712
Total Liabilities and Fund Balances	$66,863,009	$937,004	$9,960,353

State Recycling Fund	State Water Development Fund	Superior Court Of New Jersey Trust Fund	Transportation Fund	Trial Attorney Certification Program
$ —	$ 1,425	$ 117,555	$155,383	$ 1,950
—	—	165,730,795	—	192,006
—	—	—	—	—
—	—	—	—	—
2,406,858	—	—	—	—
34,169	—	—	—	—
17,421,389	322,416	—	149,821	—
—	—	—	—	—
—	—	—	—	—
$19,862,416	$323,841	$165,848,350	$305,204	$193,956
$ 189,576	$ —	$151,194,494	$ —	$ —
—	—	—	—	—
1,686,436	22,176	183,950	170,129	23,214
5,870,844	—	—	—	—
—	—	—	135,075	—
7,746,856	22,176	151,378,444	305,204	23,214
1,738,364	15,000	—	—	—
2,406,858	—	3,800,000	—	—
—	286,665	—	—	—
7,970,338	—	10,669,906	—	170,742
12,115,560	301,665	14,469,906	—	170,742
$19,862,416	$323,841	$165,848,350	$305,204	$193,956

STATE OF NEW JERSEY
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET (Continued)
JUNE 30, 1988

	Unemployment Compensation Auxiliary Fund	Urban Development Investment Fund	Wastewater Treatment Fund
ASSETS			
CASH AND CASH EQUIVALENTS	$ 100,435	$ —	$ 247,349
INVESTMENTS	—	—	47,596,467
RECEIVABLES, NET OF ALLOWANCES FOR UNCOLLECTIBLES			
Federal government	—	—	—
Departmental accounts	—	—	—
Loans	—	—	4,369,002
Other	—	—	580,523
OTHER ASSETS			
Due from other funds	29,823,604	—	1,322,754
Deferred charges	—	—	—
Other	—	—	—
Total Assets	$29,924,039	$ —	$ 54,116,095
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable and accrued expenses	$ —	$ —	$ —
Deferred revenue	—	—	—
Due to other funds	20,328,207	—	33,700
Advances from other funds	—	—	—
Other	104,923	—	—
Total Liabilities	20,433,130	—	33,700
FUND BALANCES			
Reserved for:			
Encumbrances	—	—	115,513,834
Other	—	—	4,369,002
Unreserved:			
Designated for continuing appropriations	—	28,500,000	38,568,560
Undesignated	9,490,909	(28,500,000)	(104,369,001)
Total Fund Balances	9,490,909	—	54,082,395
Total Liabilities and Fund Balances	$29,924,039	$ —	$ 54,116,095

Water Conservation Fund	Water Supply Fund	Worker And Community Right To Know Fund	Total Special Revenue Funds
$ —	$ 5,806	$ 74,902	$ 10,242,822
—	—	—	221,243,396
—	—	—	391,521
—	—	3,500,000	195,678,768
1,751,871	138,973,717	—	270,019,270
71,254	124,715	—	24,959,395
5,408,715	9,352,717	3,957,245	770,660,404
—	—	—	1,967,320
—	—	—	12,980,017
$ 7,231,840	$148,456,955	$7,532,147	$1,508,142,913
$ 1,896,047	$ 801,512	$ 307,590	$ 215,838,913
—	—	—	3,473,062
1,165,735	22,330,617	2,884,673	134,687,102
—	—	—	6,533,846
—	—	—	22,629,664
3,061,782	23,132,129	3,192,263	383,162,587
5,001,499	38,045,259	110,063	317,071,713
1,751,871	138,973,717	—	298,432,193
37,416,688	93,226,427	—	638,935,080
(40,000,000)	(144,920,577)	4,229,821	(129,458,660)
4,170,058	125,324,826	4,339,884	1,124,980,326
$ 7,231,840	$148,456,955	$7,532,147	$1,508,142,913

STATE OF NEW JERSEY
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 1988

	Alcohol Education, Rehabilitation & Enforcement Fund	Beaches And Harbor Fund	Boarding House Rental Assistance Fund
REVENUES			
Taxes	$10,692,142	$ —	$ —
Federal and other grants	—	—	—
Licenses and fees	—	—	—
Services and assessments	1,857,843	—	—
Investment earnings	907,626	442,327	868,435
Other	—	—	—
Total Revenues	13,457,611	442,327	868,435
OTHER INCREASES			
Transfers from other funds	—	—	6,000,000
Other	—	—	—
Total Other Increases	—	—	6,000,000
Total Revenues and Other Increases	13,457,611	442,327	6,868,435
EXPENDITURES			
Public safety and criminal justice	1,696,856	—	—
Physical and mental health	7,495,033	—	—
Educational, cultural and intellectual development	—	—	—
Community development and environmental management	—	318,349	2,900,164
Economic planning, development and security	—	—	—
Transportation programs	—	—	—
Government direction, management and control	—	—	—
Special government services	—	—	—
Total Expenditures	9,191,889	318,349	2,900,164
OTHER DECREASES			
Transfers to other funds	1,386,739	442,327	183,419
Other	—	—	—
Total Other Decreases	1,386,739	442,327	183,419
Total Expenditures and Other Decreases	10,578,628	760,676	3,083,583
Net Increase (Decrease) in Fund Balances for the Year	2,878,983	(318,349)	3,784,852
FUND BALANCES—JULY 1, 1987	9,389,211	6,506,392	7,781,305
FUND BALANCES—JUNE 30, 1988	$12,268,194	$6,188,043	$11,566,157

Casino Control Fund	Casino Revenue Fund	Catastrophic Illness in Children Relief Fund	Clean Communities Account Fund	Clean Waters Fund
$ —	$208,389,588	$ —	$ 8,020,492	$ —
—	—	—	—	—
52,257,150	—	—	—	—
—	—	5,100,000	—	—
—	14,916,972	—	498,040	680,296
—	3,471,897	—	—	519,665
52,257,150	226,778,457	5,100,000	8,518,532	1,199,961
—	—	—	—	—
—	—	—	—	—
—	—	—	—	—
52,257,150	226,778,457	5,100,000	8,518,532	1,199,961
29,612,302	—	—	—	—
—	77,299,784	—	—	—
—	16,766,114	—	—	—
—	—	—	537,408	1,361,684
—	66,495,428	—	—	—
—	7,547,460	—	—	—
21,964,837	18,890,908	—	—	—
—	—	—	—	—
51,577,139	186,999,694	—	537,408	1,361,684
60,648	4,800,000	—	406,702	1,794,940
—	—	—	—	—
60,648	4,800,000	—	406,702	1,794,940
51,637,787	191,799,694	—	944,110	3,156,624
619,363	34,978,763	5,100,000	7,574,422	(1,956,663)
95,004	191,271,347	—	5,067,191	18,350,904
$ 714,367	$226,250,110	$5,100,000	$12,641,613	$16,394,241

STATE OF NEW JERSEY
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 1988

	Clients' Security Fund	Emergency Flood Control Fund	Enterprise Zone Assistance Fund
REVENUES			
Taxes	$ —	$ —	$3,997,519
Federal and other grants	—	—	—
Licenses and fees	1,259,882	—	—
Services and assessments	—	—	—
Investment earnings	410,269	163,378	324,004
Other	—	—	—
Total Revenues	1,670,151	163,378	4,321,523
OTHER INCREASES			
Transfers from other funds	—	—	—
Other	—	—	—
Total Other Increases	—	—	—
Total Revenues and Other Increases	1,670,151	163,378	4,321,523
EXPENDITURES			
Public safety and criminal justice	807,886	—	—
Physical and mental health	—	—	—
Educational, cultural and intellectual development	—	—	—
Community development and environmental management	—	2,001,701	946,762
Economic planning, development and security	—	—	—
Transportation programs	—	—	—
Government direction, management and control	—	—	—
Special government services	—	—	—
Total Expenditures	807,886	2,001,701	946,762
OTHER DECREASES			
Transfers to other funds	—	357,100	—
Other	—	—	—
Total Other Decreases	—	357,100	—
Total Expenditures and Other Decreases	807,886	2,358,801	946,762
Net Increase (Decrease) in Fund Balances for the Year	862,265	(2,195,423)	3,374,761
FUND BALANCES—JULY 1, 1987	4,399,394	3,103,743	3,063,169
FUND BALANCES—JUNE 30, 1988	$5,261,659	$ 908,320	$6,437,930

Farmland Preservation Fund	Green Trust Fund	Gubernatorial Elections Fund	Hazardous Discharge Site Cleanup Fund	Housing Assistance Fund
$ —	$ —	$ —	$ —	$ —
—	—	—	—	—
—	—	—	—	—
—	—	—	3,262,197	—
552,338	980,443	—	347,802	31,636
—	175,805	1,456,065	—	220,738
552,338	1,156,248	1,456,065	3,609,999	252,374
—	—	—	—	—
—	—	—	—	1,500,000
—	—	—	—	1,500,000
552,338	1,156,248	1,456,065	3,609,999	1,752,374
—	—	(1,530)	—	—
—	—	—	—	—
—	—	—	—	—
2,738,379	33,572	—	78,465	—
—	—	—	—	—
—	—	—	—	—
—	—	—	—	—
—	—	—	—	—
2,738,379	33,572	(1,530)	78,465	—
861,034	197,252	—	15,552	252,374
275,915	—	—	—	—
1,136,949	197,252	—	15,552	252,374
3,875,328	230,824	(1,530)	94,017	252,374
(3,322,990)	925,424	1,457,595	3,515,982	1,500,000
8,228,827	30,378,249	(860,872)	3,953,951	8,179,981
$4,905,837	$31,303,673	$ 596,723	$7,469,933	$9,679,981

STATE OF NEW JERSEY
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 1988

	Jobs, Science And Technology Fund	Medical Education Facilities Fund	Mortgage Assistance Fund
REVENUES			
Taxes	$ —	$ —	$ —
Federal and other grants	—	—	—
Licenses and fees	—	—	—
Services and assessments	—	—	—
Investment earnings	1,519,237	38,622	167,165
Other	—	—	258,541
Total Revenues	1,519,237	38,622	425,706
OTHER INCREASES			
Transfers from other funds	—	—	—
Other	—	—	—
Total Other Increases	—	—	—
Total Revenues and Other Increases	1,519,237	38,622	425,706
EXPENDITURES			
Public safety and criminal justice	—	—	—
Physical and mental health	—	—	—
Educational, cultural and intellectual development	9,411,469	—	—
Community development and environmental management	—	109,323	52,995
Economic planning, development and security	25,707,029	—	—
Transportation programs	—	—	—
Government direction, management and control	—	—	—
Special government services	—	—	—
Total Expenditures	35,118,498	109,323	52,995
OTHER DECREASES			
Transfers to other funds	1,519,237	38,622	425,706
Other	—	—	—
Total Other Decreases	1,519,237	38,622	425,706
Total Expenditures and Other Decreases	36,637,735	147,945	478,701
Net Increase (Decrease) in Fund Balances for the Year	(35,118,498)	(109,323)	(52,995)
FUND BALANCES—JULY 1, 1987	34,243,979	624,268	16,023,698
FUND BALANCES—JUNE 30, 1988	$ (874,519)	$514,945	$15,970,703

Natural Resources Fund	New Jersey Local Development Financing Fund	New Jersey Spill Compensation Fund	New Jersey Uncompensated Care Trust Fund	1983 New Jersey Green Acres Fund
$ —	$ —	$19,412,647	$ —	$ —
—	—	115,748	—	—
—	—	1,706,598	—	—
—	—	—	—	—
295,902	347,824	3,250,196	738,103	650,224
164,521	666,053	—	83,317,560	69,589
460,423	1,013,877	24,485,189	84,055,663	719,813
19,500,000	3,382	—	—	—
—	46,422	—	—	—
19,500,000	49,804	—	—	—
19,960,423	1,063,681	24,485,189	84,055,663	719,813
—	—	—	—	—
—	—	—	75,960,000	—
—	—	—	—	—
2,166,987	—	7,920,193	—	11,485,053
—	—	—	—	—
—	—	—	—	—
—	—	—	—	—
—	—	—	—	—
2,166,987	—	7,920,193	75,960,000	11,485,053
931,948	—	3,415,933	279,326	1,831,305
—	—	1,599,064	—	11,875
931,948	—	5,014,997	279,326	1,843,180
3,098,935	—	12,935,190	76,239,326	13,328,233
16,861,488	1,063,681	11,549,999	7,816,337	(12,608,420)
6,420,382	21,792,961	37,243,095	4,175,791	14,161,322
$23,281,870	$22,856,642	$48,793,094	$11,992,128	$ 1,552,902

STATE OF NEW JERSEY
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 1988

	Office Of Attorney Ethics	Property Tax Relief Fund	Resource Recovery And Solid Waste Disposal Facility Fund
REVENUES			
Taxes	$ —	$2,557,635,108	$ —
Federal and other grants	—	—	—
Licenses and fees	1,633,443	—	—
Services and assessments	—	—	—
Investment earnings	79,599	—	2,335,906
Other	—	—	—
Total Revenues	1,713,042	2,557,635,108	2,335,906
OTHER INCREASES			
Transfers from other funds	—	59,061	—
Other	—	—	—
Total Other Increases	—	59,061	—
Total Revenues and Other Increases	1,713,042	2,557,694,169	2,335,906
EXPENDITURES			
Public safety and criminal justice	1,628,745	—	—
Physical and mental health	—	—	—
Educational, cultural and intellectual development	—	2,292,500,398	—
Community development and environmental management	—	—	—
Economic planning, development and security	—	—	—
Transportation programs	—	—	—
Government direction, management and control	—	431,144,683	—
Special government services	—	—	—
Total Expenditures	1,628,745	2,723,645,081	—
OTHER DECREASES			
Transfers to other funds	—	—	19,500,000
Other	—	—	—
Total Other Decreases	—	—	19,500,000
Total Expenditures and Other Decreases	1,628,745	2,723,645,081	19,500,000
Net Increase (Decrease) in Fund Balances for the Year	84,297	(165,950,912)	(17,164,094)
FUND BALANCES—JULY 1, 1987	170,438	453,219,165	71,118,665
FUND BALANCES—JUNE 30, 1988	$ 254,735	$ 287,268,253	$53,954,571

Safe Drinking Water Fund	Sanitary Landfill Facility Contingency Fund	Shore Protection Fund	State Land Acquisition And Development Fund	State Lottery Fund
$2,880,851	$ —	$ —	$ —	$ —
—	—	—	725,714	—
16,599	—	—	—	—
—	3,642,907	—	—	—
326,243	2,258,552	1,815,266	578,798	2,640,726
—	181	2,002,941	21,928	1,188,138,999
3,223,693	5,901,640	3,818,207	1,326,440	1,190,779,725
—	—	—	—	—
—	—	—	—	—
—	—	—	—	—
3,223,693	5,901,640	3,818,207	1,326,440	1,190,779,725
—	—	—	—	—
—	—	—	—	—
—	—	—	—	—
2,322,360	222,378	3,258,485	11,987,309	—
—	—	—	—	—
—	—	—	—	—
—	—	—	—	—
—	—	—	—	668,287,534
2,322,360	222,378	3,258,485	11,987,309	668,287,534
150,513	77,223	2,315,266	1,480,736	521,623,676
—	—	—	—	—
150,513	77,223	2,315,266	1,480,736	521,623,676
2,472,873	299,601	5,573,751	13,468,045	1,189,911,210
750,820	5,602,039	(1,755,544)	(12,141,605)	868,515
3,840,158	29,673,112	25,214,266	14,341,623	1,765,781
$4,590,978	$35,275,151	$23,458,722	$ 2,200,018	$ 2,634,296

STATE OF NEW JERSEY
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 1988

	State Recreation And Conservation Land Acquisition Fund 1971	State Recreation And Conservation Land Acquisition And Development Fund 1974	State Recycling Fund
REVENUES			
Taxes	$ —	$ —	$ —
Federal and other grants	2,000	—	—
Licenses and fees	—	—	—
Services and assessments	—	—	11,811,089
Investment earnings	105,120	797,945	924,321
Other	—	—	178,774
Total Revenues	107,120	797,945	12,914,184
OTHER INCREASES			
Transfers from other funds	—	—	—
Other	—	—	—
Total Other Increases	—	—	—
Total Revenues and Other Increases	107,120	797,945	12,914,184
EXPENDITURES			
Public safety and criminal justice	—	—	—
Physical and mental health	—	—	—
Educational, cultural and intellectual development	—	—	—
Community development and environmental management	441,764	2,751,318	3,810,203
Economic planning, development and security	—	—	—
Transportation programs	—	—	—
Government direction, management and control	—	—	—
Special government services	—	—	49,635
Total Expenditures	441,764	2,751,318	3,859,838
OTHER DECREASES			
Transfers to other funds	114,137	943,538	686,436
Other	—	—	—
Total Other Decreases	114,137	943,538	686,436
Total Expenditures and Other Decreases	555,901	3,694,856	4,546,274
Net Increase (Decrease) in Fund Balances for the Year	(448,781)	(2,896,911)	8,367,910
FUND BALANCES—JULY 1, 1987	1,271,180	11,177,623	3,747,650
FUND BALANCES—JUNE 30, 1988	$ 822,399	$ 8,280,712	$12,115,560

State Water Development Fund	Superior Court Of New Jersey Trust Fund	Transportation Fund	Trial Attorney Certification Program
$ —	$ —	$131,247	$ —
—	—	—	—
—	—	—	42,150
—	—	—	—
22,176	10,563,771	38,882	9,579
—	—	—	—
22,176	10,563,771	170,129	51,729
—	—	—	—
—	—	—	—
—	—	—	—
22,176	10,563,771	170,129	51,729
—	9,998,003	—	2,088
—	—	—	—
—	—	—	—
6,600	—	—	—
—	—	—	—
—	—	—	—
—	—	—	—
—	—	—	—
6,600	9,998,003	—	2,088
22,176	353,792	170,129	65,592
—	—	—	—
22,176	353,792	170,129	65,592
28,776	10,351,795	170,129	67,680
(6,600)	211,976	—	(15,951)
308,265	14,257,930	—	186,693
$301,665	$14,469,906	$ —	$170,742

STATE OF NEW JERSEY
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 1988

	Unemployment Compensation Auxiliary Fund	Wastewater Treatment Fund	Water Conservation Fund
REVENUES			
Taxes	$ —	$ —	$ —
Federal and other grants	—	—	—
Licenses and fees	—	—	—
Services and assessments	20,394,198	—	—
Investment earnings	1,953,481	3,644,628	456,886
Other	—	—	58,760
Total Revenues	22,347,679	3,644,628	515,646
OTHER INCREASES			
Transfers from other funds	—	—	—
Other	—	—	—
Total Other Increases	—	—	—
Total Revenues and Other Increases	22,347,679	3,644,628	515,646
EXPENDITURES			
Public safety and criminal justice	—	—	—
Physical and mental health	—	—	—
Educational, cultural and intellectual development	—	—	—
Community development and environmental management	—	—	3,982,628
Economic planning, development and security	—	—	—
Transportation programs	—	—	—
Government direction, management and control	—	—	—
Special government services	—	33,700	—
Total Expenditures	—	33,700	3,982,628
OTHER DECREASES			
Transfers to other funds	20,328,207	—	1,163,753
Other	—	257,217	902,703
Total Other Decreases	20,328,207	257,217	2,066,456
Total Expenditures and Other Decreases	20,328,207	290,917	6,049,084
Net Increase (Decrease) in Fund Balances for the Year	2,019,472	3,353,711	(5,533,438)
FUND BALANCES—JULY 1, 1987	7,471,437	50,728,684	9,703,496
FUND BALANCES—JUNE 30, 1988	$ 9,490,909	$54,082,395	$4,170,058

Water Supply Fund	Worker And Community Right To Know Fund	Total Special Revenue Funds
$ —	$ —	$2,811,159,594
—	—	843,462
—	—	56,915,822
—	3,512,096	49,580,330
687,443	246,786	57,616,947
2,253,469	—	1,282,975,486
2,940,912	3,758,882	4,259,091,641
—	—	25,562,443
—	374,038	1,920,460
—	374,038	27,482,903
2,940,912	4,132,920	4,286,574,544
—	448,125	44,192,475
—	—	160,754,817
—	—	2,318,677,981
6,187,902	—	67,621,982
—	—	92,202,457
—	—	7,547,460
—	—	472,000,428
—	--	668,370,869
6,187,902	448,125	3,831,368,469
7,296,917	2,892,737	598,384,992
—	92,541	3,139,315
7,296,917	2,985,278	601,524,307
13,484,819	3,433,403	4,432,892,776
(10,543,907)	699,517	(146,318,232)
135,868,733	3,640,367	1,271,298,558
$125,324,826	$4,339,884	$1,124,980,326

STATE OF NEW JERSEY
SPECIAL REVENUE FUNDS
DESCRIPTION OF FUNDS

Alcohol Education, Rehabilitation And Enforcement Fund (N.J.S.A. 54:32C)

This Fund accounts for 10.75% of the tax revenues from the Alcohol Education, Rehabilitation and Enforcement Act. Such tax is 7.3% of the receipts from every sale of alcoholic beverages, except draught beer sold by the barrel, by any wholesaler to any retail licensee. Interest received on moneys in the Fund shall be credited to the Fund.

Of the moneys deposited in the first year into the Fund, $2,000,000 has been allocated for the establishment of Intoxicated Driver Resource Centers. An additional $20,000 has been allocated for the establishment of a pilot project of portable roadside breath analyzers. The moneys remaining in the Fund in the first year have been dedicated as follows: 70% for rehabilitation; 20% for enforcement; and 10% for education.

The moneys collected in each subsequent year shall be annually dedicated as follows: 75% to rehabilitation; 15% to enforcement; and 10% to education.

Beaches And Harbor Fund (P.L. 1977, c.208)

An amount of $30,000,000 was authorized to research, plan, acquire, develop, construct, and maintain beaches and harbors.

Boarding House Rental Assistance Fund (N.J.S.A. 55:14J)

The purpose of this Fund is to finance life safety improvement loans by the New Jersey Housing and Mortgage Finance Agency for the benefit of residents of boarding homes; and to provide a source of repayment for such life safety improvement loans.

Casino Control Fund (N.J.S.A. 5:12-143)

The Casino Control Fund accounts for fees from the issuance and annual renewal of casino licenses, work permit fees, and other license fees. Appropriations fund the operations of the Casino Control Commission and the Division of Gaming Enforcement.

Casino Revenue Fund (N.J.S.A. 5:12-145)

The Casino Revenue Fund accounts for the tax on gross revenues generated by the casinos. Gross revenue refers to the total of all sums actually received by a licensee from gaming operations, less the total sums paid out as winnings to patrons and a deduction for uncollectible gaming receivables. Appropriations from this Fund must be used for reductions in property taxes, utility charges and other specified expenses of eligible senior citizens.

Catastrophic Illness In Children Relief Fund (P.L. 1987, c.370)

The purpose of this Fund is to provide assistance to children and their families whose medical expenses due to a child's "catastrophic illness" extend beyond the families' available resources.

Clean Communities Account Fund (P.L. 1985, c.533)

Revenues are generated from taxes levied on manufacturers, wholesalers, distributors and retailers of litter generating products. Interest earnings are credited to the Fund. Moneys shall be used to provide grants to eligible municipalities and counties for litter pickup and trash removal programs.

Clean Waters Fund (P.L. 1976, c.92)

An amount of $120,000,000 was authorized to research, plan, acquire, develop, construct, and maintain water supply and wastewater treatment facilities.

Clients' Security Fund (R. 1:28-7)

This Fund was established for the purpose of reimbursing, to the extent and in the manner provided by rules and regulations, losses resulting from dishonest conduct by members of the Bar of the State of New Jersey. Annual payments are made to this Fund by each member of the Bar of the State of New Jersey.

Emergency Flood Control Fund (P.L. 1978, c.78)

An amount of $25,000,000 was authorized to acquire, develop, construct, and maintain flood control facilities and for the development of a comprehensive flood control master plan.

Enterprise Zone Assistance Fund (P.L. 1983, c.303)

The purpose of this Fund is to concentrate the benefits of zone designation and to provide gradual and geographically balanced introduction of such zones. The law is aimed at encouraging the revitalization of some of the State's most distressed urban areas with incidence of poverty and unemployment. No more than 10 enterprise zones may be in existence at any one time. No more than two may be designated in any one year.

Farmland Preservation Fund (P.L. 1981, c.276)

An amount of $50,000,000 was authorized for the purpose of the retention and development of farmland for agricultural use and production.

Green Trust Fund (P.L. 1983, c.354)

See 1983 New Jersey Green Acres Fund.

Gubernatorial Elections Fund (N.J.S.A. 54A:9-25.1)

The Gubernatorial Elections Fund accounts for receipts from the one dollar designation on New Jersey Gross Income Tax returns. When indicated by the taxpayer, one dollar of the tax is reserved from gross income tax revenues (Property Tax Relief Fund) and credited to the Gubernatorial Elections Fund. These funds are available for appropriation pursuant to The New Jersey Campaign Contributions and Expenditures Reporting Act, as amended.

Hazardous Discharge Site Cleanup Fund (P.L. 1985, c.247)

The Fund was established for the purposes of preparing feasibility studies, engineering designs, and undertaking other work necessary to the cleanup or mitigation of hazardous discharge sites in the State. Moneys are appropriated from the Hazardous Discharge Fund.

Housing Assistance Fund (P.L. 1968, c.127)

An amount of $12,500,000 was authorized for interest rate subsidies on contracts and agreements with qualified mortgagors and mortgagees of housing developments to decrease rental and carrying charges to low and moderate income occupants of such housing; also, to provide financial assistance to qualified housing developments, constructed, financed, or rehabilitated under federal law and moderate income financing programs.

Jobs, Science And Technology Fund (P.L. 1984, c.99)

An amount of $90,000,000 was authorized for the establishment and construction of a network of advanced technology centers at public and private institutions of higher education; providing for the construction and improvement of technical and engineering facilities and for high technology job training and retraining programs at public and private institutions of higher education. Net earnings received from the investment or deposit of this Fund are to be paid into the General Fund.

Medical Education Facilities Fund (P.L. 1977, c.235)

An amount of $120,000,000 was authorized to refinance revenue bonds issued in 1974 by the New Jersey Health Care Facilities Financing Authority, so as to reduce interest costs for the construction of the teaching hospital at the University of Medicine and Dentistry of New Jersey. Such authorization also provided substantial savings ($25 million) which are available for the construction of other medical facilities.

Mortgage Assistance Fund (P.L. 1976, c.94)

An amount of $25,000,000 was authorized for mortgage assistance and to spur construction, rehabilitation, and maintenance of housing for senior citizens and families of low and moderate income, and to provide funds for second mortgages and for a neighborhood preservation program.

Natural Resources Fund (P.L. 1980, c.70)

An amount of $145,000,000 was authorized to fund state and local projects for resource recovery, sewage treatment, water supply, dam restoration, and harbor clean-up projects.

New Jersey Local Development Financing Fund (N.J.S.A. 34:1B-36)

An amount of $45,000,000 is allocated from the Community Development Bond Fund to capitalize the New Jersey Local Development Financing Fund. The Fund will provide financial assistance to municipal governments, local development corporations, and other organizations sponsoring commercial and industrial projects which encourage municipal economic development.

New Jersey Spill Compensation Fund (N.J.S.A. 58:10-23.11i)

Receipts from taxes and penalties levied upon each owner or operator of a major facility of hazardous substances are deposited in this Fund. The tax is measured by the number of barrels of hazardous substances of the first transfer to the major facility. Payments may be authorized for clean-up costs, removal costs, research, and payments of approved claims.

New Jersey Uncompensated Care Trust Fund (P.L. 1986, c.204)

The purpose of this Fund is to ensure that persons who cannot pay for needed hospital care have equal access to hospital care and to serve as a mechanism which will ensure payment of uncompensated hospital care to protect the fiscal solvency of the State's general hospitals. The Fund shall be comprised of moneys collected from hospitals plus any interest earnings. Moneys shall be used to pay for uncompensated care.

1983 New Jersey Green Acres Fund (P.L. 1983, c.354)

An amount of $135,000,000 was authorized for public acquisition and development of lands for recreation and conservation purposes to meet the future needs of the expanding population. Of this amount $52,000,000 is allocated for the acquisition and development of lands by the State. $83,000,000 is to be transferred to the Green Trust Fund and is allocated for grants or loans to local government units for acquisition or development of land.

Office Of Attorney Ethics (R. 1:20-2)

The Fund was established for the purpose of performing random audits of the books and records of New Jersey attorneys for compliance with standards established by the Supreme Court of New Jersey (Court). The rules and regulations by which the Fund is administered have been approved by the Supreme Court of the State of New Jersey.

Pinelands Infrastructure Trust Fund (P.L. 1985, c.302)

An amount of $30,000,000 was authorized for the purpose of providing grants and loans to local units of government for transportation, wastewater treatment, water supply and other infrastructure capital projects necessary to accommodate development in the pinelands area.

Property Tax Relief Fund (N.J.S.A. 54A:9-25)

The Property Tax Relief Fund accounts for revenues from the New Jersey Gross Income Tax. Revenues realized from the Gross Income Tax are dedicated by the State Constitution. All receipts from taxes levied on personal income of individuals, estates, and trusts must be appropriated exclusively for the purpose of reducing or offsetting property taxes. Annual appropriations are made from the Fund, pursuant to formulas established by the Legislature, to counties, municipalities, and school districts.

Resource Recovery And Solid Waste Disposal Facility Fund (P.L. 1985, c.330)

An amount of $85,000,000 has been authorized to provide funds for loans to local government units for the construction of resource recovery facilities and environmentally sound sanitary landfill facilities.

Safe Drinking Water Fund (N.J.S.A. 58:12A-12)

This Fund accounts for tax revenues collected from owners or operators of public community water systems pursuant to the Safe Drinking Water Act. Moneys in this Fund are subject to appropriation to the Department of Environmental Protection for all costs associated with the department's administration of programs set forth in the Act.

Sanitary Landfill Facility Contingency Fund (N.J.S.A. 13:1E-100)

Receipts from taxes and penalties levied upon each owner or operator of every sanitary landfill facility are deposited in this Fund. The tax is levied per cubic yard of solids and per gallon of liquids. The Fund shall be liable for all direct and indirect damages resulting from the operations or closure of any sanitary landfill.

Shore Protection Fund (P.L. 1983, c.356)

An amount of $50,000,000 was authorized for the purpose of state projects and the making of state grants and loans to counties and municipalities for researching, planning, acquiring, developing, constructing and maintaining shore protection projects. Of the total available, $40,000,000 has been allocated for state shore protection projects and for state grants to counties and municipalities. The remaining $10,000,000 has been allocated for state loans to counties and municipalities. Net earnings received from the investment or deposit of this Fund are to be paid into the General Fund.

State Land Acquisition And Development Fund (P.L. 1978, c.118)

An amount of $200,000,000 was authorized for state and local acquisition and development to continue efforts to conserve open space and provide recreation areas. Half of the amount is allocated to urban areas.

State Lottery Fund (N.J.S.A. 5:9-21)

This Fund includes the moneys from the sale of state lottery tickets. Disbursements are authorized for the payment of prizes to holders of winning lottery tickets or shares and for administrative expenses of the Division of State Lottery. The balance of funds are paid over to the General Fund in support of the amounts annually appropriated for state institutions and for education.

State Recreation And Conservation Land Acquisition Fund (P.L. 1971, c.165)

An amount of $80,000,000 was authorized to enable the State to acquire lands and to provide for state grants to assist municipalities and counties and other units of local government to acquire lands for recreation and conservation purposes.

State Recreation And Conservation Land Acquisition And Development Fund (P.L. 1974, c.102)

An amount of $200,000,000 was authorized to enable the State to acquire and develop lands and to provide for state grants to assist municipalities and counties and other units of local government to acquire and develop lands for recreation and conservation purposes.

State Recycling Fund (N.J.S.A. 12:1E-92)

Receipts from taxes and penalties levied upon each owner or operator of a sanitary landfill facility are deposited in this Fund. The tax is levied per cubic yard of all solid waste accepted for disposal at the facility. Grants are made to seek solutions to energy, environmental and economic problems.

State Water Development Fund (P.L. 1958, c.35)

An amount of $45,850,000 was authorized to conduct research, acquire, construct, and develop water sup-

plies for potable, industrial, irrigational, and other purposes.

Superior Court Of New Jersey Trust Fund (R. 4:57-2 to 5)

This Fund accounts for moneys representing deposits made in court as a result of litigation, including foreclosures, condemnations, liquidations, dissolutions, good faith deposits by liability insurers, sale of infants' lands, insolvencies, receiverships and interpleaders.

Transportation Fund (N.J.S.A. 54:18A-20)

Receipts of taxes from the Emergency Transportation Tax Act are credited to this Fund. Such tax is on the income of New Jersey residents derived from sources within a "critical area state" other than New Jersey, and on the income of residents of another "critical area state" derived from sources within New Jersey. The critical area state was determined by the Commissioner of Transportation to be New York. Each taxpayer subject to the Emergency Transportation Tax Act is required to compute the tax due the State for both the Emergency Transportation Tax and the New Jersey Gross Income Tax, and to pay the greater tax due, which is credited hereto. The amount applicable to the tax, as calculated for the New Jersey Gross Income Tax, is first allocated and transferred to the Property Tax Relief Fund and reported by the State under the revenues of the Gross Income Tax in the Property Tax Relief Fund of the General Treasury. The funds are used to improve transportation and transportation facilities in the critical areas covered by the Act.

Trial Attorney Certification Program (R. 1:39-1(h))

The Fund was established to assist the Supreme Court of New Jersey in the administration of the certification function for civil or criminal trial attorneys. The rules and regulations by which the Board is administered have been approved by the Supreme Court of New Jersey.

Unemployment Compensation Auxiliary Fund (N.J.S.A. 43:21-14g)

Amounts collected as penalties and interest assessed against employers who have failed to make payment of contributions required under the Unemployment Compensation Law to the State on a timely basis are deposited in this Fund.

Payments from the Fund are authorized for the refund of any interest and/or penalty credited hereto, determined to have been collected or remitted by mistake. The remaining amounts may be expended by appropriations for administrative costs of the Unemployment Compensation Law and for costs of programs which generate employment, such as the Work Incentive Program (WIN), authorized training programs, and economic development activities.

Urban Development Investment Fund (P.L. 1985, c.227)

An amount of $30,000,000 is allocated from the Community Development Bond Fund. The Fund will issue loans to the Urban Development Corporation for revitalization of urban communities.

Wastewater Treatment Fund (P.L. 1985, c.329)

An amount of $190,000,000 was authorized for the purpose of financing the cost of construction of wastewater treatment systems. Of the total amount authorized, $150,000,000 is allocated for the purpose of making grants and low- or zero-interest loans to local government units for financing the cost of the construction of wastewater treatment systems. This allocated portion will be known as the Wastewater Treatment Fund.

Water Conservation Fund (P.L. 1969, c.127)

An amount of $271,000,000 was authorized to conduct research, plan, acquire, develop, construct, and maintain water supply and wastewater treatment facilities for the preservation, sale, or exchange of water for potable, industrial, commercial, irrigational, recreational, and other public purposes.

Water Supply Fund (P.L. 1981, c.261)

An amount of $350,000,000 was authorized to provide loans for state or local projects for the rehabilitation, repair or consolidation of antiquated, damaged or inadequately operating water supply facilities, as recommended by the New Jersey Water Supply Master Plan. Earnings from the investments shall be paid into the General Fund.

Worker And Community Right To Know Fund (N.J.S.A. 34:5A-1)

This Fund was established to account for all fees collected from employers pursuant to the Worker and Community Right to Know Act. Moneys in the Fund are to be allocated on a percentage basis for expenses incurred in connection with the Act's provisions by the Department of Health, Department of Environmental Protection, Department of Labor and the Department of the Treasury.

CAPITAL PROJECTS FUNDS

STATE OF NEW JERSEY
CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEET
JUNE 30, 1988

	Correctional Facilities Construction Fund	Correctional Facilities Construction Fund of 1987	Energy Conservation Fund
ASSETS			
CASH AND CASH EQUIVALENTS	$ —	$ —	$ 501
INVESTMENTS	471,400	—	—
RECEIVABLES, NET OF ALLOWANCES FOR UNCOLLECTIBLES			
Federal government	—	—	—
Departmental accounts	—	—	—
Other	3,282	—	—
OTHER ASSETS			
Due from other funds	15,654,608	—	6,417,321
Total Assets	$16,129,290	$ —	$6,417,822
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable and accrued expenses	$ 66,497	$ —	$ 14,919
Due to other funds	1,295,533	—	493,618
Total Liabilities	1,362,030	—	508,537
FUND BALANCES			
Reserved for:			
Encumbrances	8,109,834	—	1,236,405
Unreserved:			
Designated for continuing appropriations	6,657,426	80,873,619	8,990,400
Undesignated	—	(80,873,619)	(4,317,520)
Total Fund Balances	14,767,260	—	5,909,285
Total Liabilities and Fund Balances	$16,129,290	$ —	$6,417,822

Higher Education Buildings Construction Fund	Human Services Facilities Construction Fund	Institutional Construction Fund	Institutions Construction Fund
$ 5,860	$ 8,683	$ —	$ 2,796
—	—	—	—
—	—	—	—
—	—	—	—
—	—	—	—
682,268	6,514,647	1,085,122	839,216
$688,128	$ 6,523,330	$1,085,122	$842,012
$ 6,043	$ 424,814	$ 30,354	$ 13,693
57,654	785,726	78,987	65,413
63,697	1,210,540	109,341	79,106
	—		
62,327	5,946,976	442,134	572,005
562,104	37,903,183	533,647	190,901
—	(38,537,369)	—	—
624,431	5,312,790	975,781	762,906
$688,128	$ 6,523,330	$1,085,122	$842,012

STATE OF NEW JERSEY
CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEET (Continued)
JUNE 30, 1988

	New Jersey Bridge Rehabilitation And Improvement Fund	Public Buildings Construction Fund	Public Purpose Buildings Construction Fund
ASSETS			
CASH AND CASH EQUIVALENTS	$ —	$ —	$ —
INVESTMENTS	—	—	—
RECEIVABLES, NET OF ALLOWANCES FOR UNCOLLECTIBLES			
Federal government	5,187,000	—	—
Departmental accounts	—	—	—
Other	5,518,914	—	—
OTHER ASSETS			
Due from other funds	21,386,252	188,791	16,325,124
Total Assets	$32,092,166	$188,791	$16,325,124
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable and accrued expenses	$ 8,301,733	$ 3,412	$ 1,044,328
Due to other funds	11,863,550	15,478	1,465,484
Total Liabilities	20,165,283	18,890	2,509,812
FUND BALANCES			
Reserved for:			
Encumbrances	23,551,246	50,097	8,243,909
Unreserved:			
Designated for continuing appropriations	28,375,637	119,804	10,087,188
Undesignated	(40,000,000)	—	(4,515,785)
Total Fund Balances	11,926,883	169,901	13,815,312
Total Liabilities and Fund Balances	$32,092,166	$188,791	$16,325,124

Special Transportation Fund	State Facilities For Handicapped Fund	State Transportation Fund	Transportation Rehabilitation And Improvement Fund	Total Capital Projects Funds
$ —	$ 4,007	$ 11,942	$ —	$ 33,789
—	—	—	—	471,400
38,233,027	—	—	4,218,000	47,638,027
26,995,892	—	—	—	26,995,892
—	—	—	309,000	5,831,196
—	3,021,067	5,456,842	47,652,294	125,223,552
$65,228,919	$3,025,074	$5,468,784	$52,179,294	$206,193,856
$38,111,659	$ 5,389	$ 119,915	$ 1,858,804	$ 50,001,560
27,117,260	—	3,955,377	29,042,019	76,236,099
65,228,919	5,389	4,075,292	30,900,823	126,237,659
—	334,761	655,282	24,486,833	73,691,809
—	2,684,924	738,210	16,791,638	194,508,681
—	—	—	(20,000,000)	(188,244,293)
—	3,019,685	1,393,492	21,278,471	79,956,197
$65,228,919	$3,025,074	$5,468,784	$52,179,294	$206,193,856

STATE OF NEW JERSEY
CAPITAL PROJECTS FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 1988

	Correctional Facilities Construction Fund	Energy Conservation Fund	Higher Education Buildings Construction Fund
REVENUES			
Federal and other grants	$ —	$ —	$ —
Services and assessments	—	—	—
Investment earnings	1,285,620	491,635	57,654
Other	—	—	—
Total Revenues	1,285,620	491,635	57,654
EXPENDITURES			
Public safety and criminal justice	5,049,381	—	—
Educational, cultural and intellectual development	—	—	160,737
Community development and environmental management	—	1,410,667	—
Transportation programs	—	—	—
Total Expenditures	5,049,381	1,410,667	160,737
OTHER DECREASES			
Transfers to other funds	1,285,621	491,635	57,654
Total Other Decreases	1,285,621	491,635	57,654
Total Expenditures and Other Decreases	6,335,002	1,902,302	218,391
Net Increase (Decrease) in Fund Balances for the Year	(5,049,382)	(1,410,667)	(160,737)
FUND BALANCES—JULY 1, 1987	19,816,642	7,319,952	785,168
FUND BALANCES—JUNE 30, 1988	$14,767,260	$5,909,285	$624,431

Human Services Facilities Construction Fund	Institutional Construction Fund	Institutions Construction Fund	New Jersey Bridge Rehabilitation And Improvement Fund
$ —	$ —	$ —	$45,628,969
—	—	—	—
785,726	78,988	65,413	2,352,519
—	—	—	3,331
785,726	78,988	65,413	47,984,819
—	—	—	—
—	—	—	—
9,553,203	184,228	198,212	—
—	—	—	70,579,328
9,553,203	184,228	198,212	70,579,328
785,726	78,988	65,413	2,355,850
785,726	78,988	65,413	2,355,850
10,338,929	263,216	263,625	72,935,178
(9,553,203)	(184,228)	(198,212)	(24,950,359)
14,865,993	1,160,009	961,118	36,877,242
$ 5,312,790	$ 975,781	$762,906	$11,926,883

STATE OF NEW JERSEY
CAPITAL PROJECTS FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 1988

	Public Buildings Construction Fund	Public Purpose Buildings Construction Fund	Special Transportation Fund
REVENUES			
Federal and other grants	$ —	$ —	$242,411,294
Services and assessments	—	—	235,707,670
Investment earnings	15,478	1,465,484	—
Other	—	—	—
Total Revenues	15,478	1,465,484	478,118,964
EXPENDITURES			
Public safety and criminal justice	—	—	—
Educational, cultural and intellectual development	—	—	—
Community development and environmental management	58,782	9,513,192	—
Transportation programs	—	—	478,118,964
Total Expenditures	58,782	9,513,192	478,118,964
OTHER DECREASES			
Transfers to other funds	15,478	1,465,484	—
Total Other Decreases	15,478	1,465,484	—
Total Expenditures and Other Decreases	74,260	10,978,676	478,118,964
Net Increase (Decrease) in Fund Balances for the Year	(58,782)	(9,513,192)	—
FUND BALANCES—JULY 1, 1987	228,683	23,328,504	—
FUND BALANCES—JUNE 30, 1988	$169,901	$13,815,312	$ —

State Facilities For Handicapped Fund	State Transportation Fund	Transportation Rehabilitation And Improvement Fund	Total Capital Projects Funds
$ —	$ 526,000	$18,610,009	$307,176,272
—	—	—	235,707,670
206,584	406,377	3,401,282	10,612,760
—	—	17,825	21,156
206,584	932,377	22,029,116	553,517,858
—	—	—	5,049,381
162,713	—	—	323,450
—	—	—	20,918,284
—	2,215,860	27,097,974	578,012,126
162,713	2,215,860	27,097,974	604,303,241
—	406,377	3,419,107	10,427,333
—	406,377	3,419,107	10,427,333
162,713	2,622,237	30,517,081	614,730,574
43,871	(1,689,860)	(8,487,965)	(61,212,716)
2,975,814	3,083,352	29,766,436	141,168,913
$3,019,685	$1,393,492	$21,278,471	$ 79,956,197

STATE OF NEW JERSEY
CAPITAL PROJECTS FUNDS
DESCRIPTION OF FUNDS

Correctional Facilities Construction Fund (P.L. 1982, c.120)

An amount of $170,000,000 was authorized for construction of new medium security prisons, a program of county assistance and renovations and modifications to existing state facilities.

Correctional Facilities Construction Fund of 1987 (P.L. 1987, c.178)

An amount of $198,000,000 was authorized for state and county correctional facilities, their planning, erection, acquisition, improvement, construction, reconstruction, development, extension, rehabilitation, demolition, and equipment.

Energy Conservation Fund (P.L. 1980, c.68)

An amount of $50,000,000 was authorized, of which $3,000,000 is for energy audits and $47,000,000 is for energy-saving renovations to educational facilities, institutions, and public buildings of the State.

Higher Education Buildings Construction Fund (P.L. 1971, c.164)

An amount of $155,000,000 was authorized for the acquisition, construction, reconstruction, development, improvement, and equipment for state institutions of higher education and for county colleges.

Human Services Facilities Construction Fund (P.L. 1984, c.157)

An amount of $60,000,000 was authorized for the planning, construction, reconstruction, development, erection, acquisition, extension, improvement, rehabilitation, and equipping of human services facilities.

Institutional Construction Fund (P.L. 1978, c.79)

An amount of $100,000,000 was authorized to construct or rehabilitate facilities for the mentally retarded in concert with the federal program for Intermediate Care Facilities/Mentally Retarded (ICF/MR) and the construction or rehabilitation of mental health and correctional facilities. In addition, funds were used for a library for the blind and handicapped and a forensic laboratory for the State Medical Examiner.

Institutions Construction Fund (P.L. 1976, c.93)

An amount of $80,000,000 was authorized to provide safe and humane facilities at institutions for the mentally ill, mentally retarded, and incarcerated through construction of new facilities or rehabilitation and improvement of existing facilities.

New Jersey Bridge Rehabilitation And Improvement Fund (P.L. 1983, c.363)

An amount of $135,000,000 was authorized for the purpose of rehabilitating and improving bridges in the State's rail and road system. Of this sum, $97,500,000 was reserved for the cost of rehabilitation and improvement of bridges carrying state highways, and $37,500,000 was reserved for the state share of the cost of rehabilitation and improvement of bridges carrying county and municipal roads.

Public Buildings Construction Fund (P.L. 1968, c.128)

An amount of $337,500,000 was authorized for construction, reconstruction, development, extension, and equipping of public buildings for state institutions, higher education, including state and county colleges, vocational education, and for a statewide television and radio network.

Public Purpose Buildings Construction Fund (P.L. 1980, c.119)

An amount of $159,000,000 was authorized for construction of public purpose buildings, including $50,000,000 for facilities for the mentally retarded, $67,000,000 for correctional facilities, $7,000,000 for a veterans' long-term care facility, $3,500,000 for facilities for children in need of supervision, and $21,500,000 for facilities for the mentally ill.

$10,000,000 of the proceeds from the sale of bonds was authorized to be segregated and held aside for guarantees providing that the moneys shall be pledged as security for the obligation.

Special Transportation Fund (N.J.S.A. 27:1B-21)

This Fund was established in accordance with the provisions of the New Jersey Transportation Trust Fund Authority Act of 1984. The Fund accounts for the receipt of resources from the New Jersey Transportation Trust Fund Authority and related federal grant awards, and the expenditure of these funds for authorized public transportation projects. The funds can only be expended by the Department pursuant to appropriations or authorizations made by the Legislature for the purpose of the Transportation Trust Fund Authority Act.

State Facilities For Handicapped Fund (P.L. 1973, c.149)

An amount of $25,000,000 was authorized for expansion and renovation of the Marie H. Katzenbach School for the Deaf and for the planning, acquisition, improvements, and construction of regional day-school facilities to educate children with severe handicaps.

State Transportation Fund (P.L. 1968, c.126)

An amount of $640,000,000 was authorized to improve the state public transportation system. Of this

amount, $200,000,000 was reserved for mass transportation facilities; the balance was reserved for the improvement of state highways.

Transportation Rehabilitation And Improvement Fund (P.L. 1979, c.165)

An amount of $475,000,000 was authorized to provide an improved transportation system for the State. Of this amount, $150,000,000 was reserved for the improvement of public transportation facilities; $80,000,000 was reserved for the improvement of county and municipal roads; and $245,000,000 was reserved for the improvement of state highways.

TRUST AND AGENCY FUNDS

STATE OF NEW JERSEY
ALL TRUST AND AGENCY FUNDS
COMBINING BALANCE SHEET
JUNE 30, 1988

	Alternate Benefit Long-Term Disability Fund	Community Development Bond Fund	Dental Expense Program Fund
ASSETS			
CASH AND CASH EQUIVALENTS	$ —	$ 500	$ 551,160
INVESTMENTS	—	674,800	—
RECEIVABLES, NET OF ALLOWANCES FOR UNCOLLECTIBLES			
Federal government	—	—	—
Departmental accounts	—	—	—
Loans	—	—	—
Other	—	4,698	13,490
OTHER ASSETS			
Due from other funds	1,257,681	3,909,064	9,822,486
Other	—	—	—
Total Assets	$1,257,681	$4,589,062	$10,387,136
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable and accrued expenses	$ —	$ —	$ 2,457,814
Deferred revenue	—	—	—
Due to other funds	—	811,159	—
Advances from other funds	—	—	—
Other	—	—	—
Deferred compensation payable	—	—	—
Total Liabilities	—	811,159	2,457,814
FUND BALANCES			
Reserved for:			
Encumbrances	—	—	—
Pension benefits	—	—	—
Other	1,257,681	—	7,929,322
Unreserved:			
Designated for continuing appropriations	—	903,535	—
Undesignated	—	2,874,368	—
Total Fund Balances	1,257,681	3,777,903	7,929,322
Total Liabilities and Fund Balances	$1,257,681	$4,589,062	$10,387,136

EXPENDABLE TRUST FUNDS

Emergency Services Fund	Fund For Support Of Free Public Schools	Health Benefits Program Fund	Higher Education Assistance Fund	Motor Vehicle Liability Security Fund
$ —	$ 147,640	$ 12,985,241	$ —	$ 7,597
—	48,014,383	—	—	373,838
—	—	—	11,236,985	—
—	—	—	—	—
—	—	—	6,641,735	—
—	784,727	3,433,113	0	149,972
3,484,769	4,478,781	120,072,478	21,398,062	13,582,374
—	—	—	—	—
$3,484,769	$53,425,531	$136,490,832	$39,276,782	$14,113,781
$ 75,186	$ 5,319	$147,679,834	$ 1,352,621	$ —
—	—	7,926,299	—	—
—	4,104,315	—	2,911,235	—
—	—	—	—	—
—	128,953	—	4,631,567	—
—	—	—	—	—
75,186	4,238,587	155,606,133	8,895,423	—
—	—	—	331,063	—
—	—	(19,115,301)	—	—
—	19,010,141	—	6,641,735	14,113,781
—	—	—	—	—
3,409,583	30,176,803	—	23,408,561	—
3,409,583	49,186,944	(19,115,301)	30,381,359	14,113,781
$3,484,769	$53,425,531	$136,490,832	$39,276,782	$14,113,781

STATE OF NEW JERSEY
ALL TRUST AND AGENCY FUNDS
COMBINING BALANCE SHEET (Continued)
JUNE 30, 1988

	Motor Vehicle Security Responsibility Fund	Mutual Workers' Compensation Security Fund	New Home Warranty Security Fund
ASSETS			
CASH AND CASH EQUIVALENTS	$ 15,131	$ 4,708	$ —
INVESTMENTS	—	4,142,920	—
RECEIVABLES, NET OF ALLOWANCES FOR UNCOLLECTIBLES			
Federal government	—	—	—
Departmental accounts	—	—	—
Loans	—	—	—
Other	—	62,107	—
OTHER ASSETS			
Due from other funds	172,693	2,775,551	41,349,620
Other	—	—	—
Total Assets	$187,824	$6,985,286	$41,349,620
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable and accrued expenses	$175,687	$ 72,778	$ 250,931
Deferred revenue	—	—	—
Due to other funds	12,137	4,809	2,103,001
Advances from other funds	—	—	—
Other	—	—	—
Deferred compensation payable	—	—	—
Total Liabilities	187,824	77,587	2,353,932
FUND BALANCES			
Reserved for:			
Encumbrances	—	—	—
Pension benefits	—	—	—
Other	—	—	—
Unreserved:			
Designated for continuing appropriations	—	—	—
Undesignated	—	6,907,699	38,995,688
Total Fund Balances	—	6,907,699	38,995,688
Total Liabilities and Fund Balances	$187,824	$6,985,286	$41,349,620

EXPENDABLE TRUST FUNDS				
NJ Federal-State Rural Rehabilitation Fund	New Jersey Insurance Development Fund	Prescription Drug Program Fund	Real Estate Guaranty Fund	Salem Municipal Port Authority Assistance Fund
$ —	$ 10,130	$ —	$ 681	$ 80,000
—	—	—	—	—
—	—	—	—	—
—	—	—	—	—
10,000	—	—	—	—
—	13,000,000	8,983	—	—
590,397	98,026,911	3,391,151	1,146,940	1,538,212
—	—	—	—	—
$600,397	$111,037,041	$3,400,134	$1,147,621	$1,618,212
$ 6,207	$ —	$1,697,034	$ —	$ —
—	—	—	—	—
—	—	—	—	—
—	—	—	—	—
—	—	—	—	—
—	—	—	—	—
6,207	—	1,697,034	—	—
459	—	—	2,153	20,000
—	—	—	—	—
10,000	—	1,703,100	—	—
—	—	—	—	—
583,731	111,037,041	—	1,145,468	1,598,212
594,190	111,037,041	1,703,100	1,147,621	1,618,212
$600,397	$111,037,041	$3,400,134	$1,147,621	$1,618,212

STATE OF NEW JERSEY
ALL TRUST AND AGENCY FUNDS
COMBINING BALANCE SHEET (Continued)
JUNE 30, 1988

	State Disability Benefit Fund	Stock Workers' Compensation Security Fund	Unclaimed Bank Deposits Escheat Reserve Fund
ASSETS			
CASH AND CASH EQUIVALENTS	$ 102,629	$ 295	$ —
INVESTMENTS	50,986,034	19,164,125	—
RECEIVABLES, NET OF ALLOWANCES FOR UNCOLLECTIBLES			
Federal government	—	—	—
Departmental accounts	32,877,803	—	—
Loans	—	—	—
Other	2,567,937	324,299	—
OTHER ASSETS			
Due from other funds	130,389,844	27,061,195	14,126,253
Other	948,854	—	—
Total Assets	$217,873,101	$46,549,914	$14,126,253
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable and accrued expenses	$ 22,367,779	$ 537,911	$ 27,073
Deferred revenue	—	—	—
Due to other funds	7,029,302	—	3,381,743
Advances from other funds	—	—	—
Other	733,373	—	—
Deferred compensation payable	—	—	—
Total Liabilities	30,130,454	537,911	3,408,816
FUND BALANCES			
Reserved for:			
Encumbrances	—	—	—
Pension benefits	—	—	—
Other	—	—	—
Unreserved:			
Designated for continuing appropriations	—	—	—
Undesignated	187,742,647	46,012,003	10,717,437
Total Fund Balances	187,742,647	46,012,003	10,717,437
Total Liabilities and Fund Balances	$217,873,101	$46,549,914	$14,126,253

EXPENDABLE TRUST FUNDS				
Unclaimed Domestic Life Insurance Escheat Reserve Fund	Unclaimed Personal Property Trust Fund	Unemployment Compensation Fund	University of Medicine and Dentistry of New Jersey Self Insurance Reserve Fund	Unsatisfied Claim and Judgment Fund
$ —	$ —	$ 7,580,537	$ —	$ —
—	—	—	5,944,186	—
—	—	2,086,623,381	—	—
—	—	60,926,456	—	—
—	—	—	—	—
—	—	10,280,455	2,179,969	24,451,903
2,884,193	21,886,983	—	5,029,775	101,383,592
—	—	—	—	—
$2,884,193	$21,886,983	$2,165,410,829	$13,153,930	$125,835,495
$ 2,796	$ 68,807	$ 31,554,243	$ 437,729	$ 10,244,283
—	—	—	—	—
1,127,140	10,640,774	5,299,172	—	1,008,646
—	—	—	—	—
—	—	542,525	—	—
—	—	—	—	—
1,129,936	10,709,581	37,395,940	437,729	11,252,929
—	—	—	—	—
—	—	—	—	—
—	—	—	—	3,812,269
—	—	—	—	—
1,754,257	11,177,402	2,128,014,889	12,716,201	110,770,297
1,754,257	11,177,402	2,128,014,889	12,716,201	114,582,566
$2,884,193	$21,886,983	$2,165,410,829	$13,153,930	$125,835,495

STATE OF NEW JERSEY
ALL TRUST AND AGENCY FUNDS
COMBINING BALANCE SHEET (Continued)
JUNE 30, 1988

	Veterans' Guaranteed Loan Fund	Wage and Hour Trust Fund	Sub-Total Expendable Trust Funds
ASSETS			
CASH AND CASH EQUIVALENTS	$ 6,324	$ 327,633	$ 21,820,206
INVESTMENTS	—	—	129,300,286
RECEIVABLES, NET OF ALLOWANCES FOR UNCOLLECTIBLES			
Federal government	—	—	2,097,860,366
Departmental accounts	—	361,473	94,165,732
Loans	—	—	6,651,735
Other	—	—	57,261,653
OTHER ASSETS			
Due from other funds	5,830	—	629,764,835
Other	—	486,513	1,435,367
Total Assets	$12,154	$1,175,619	$3,038,260,180
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable and accrued expenses	$ —	$1,028,661	$ 220,042,693
Deferred revenue	—	—	7,926,299
Due to other funds	—	—	38,433,433
Advances from other funds	—	—	—
Other	—	—	6,036,418
Deferred compensation payable	—	—	—
Total Liabilities	—	1,028,661	272,438,843
FUND BALANCES			
Reserved for:			
Encumbrances	—	—	353,675
Pension benefits	—	—	(19,115,301)
Other	—	—	54,478,029
Unreserved:			
Designated for continuing appropriations	—	—	903,535
Undesignated	12,154	146,958	2,729,201,399
Total Fund Balances	12,154	146,958	2,765,821,337
Total Liabilities and Fund Balances	$12,154	$1,175,619	$3,038,260,180

PENSION TRUST FUNDS			
Central Pension Fund	Consolidated Police & Firemen's Pension Fund	Judicial Retirement System	Police & Firemen's Retirement System
$ —	$ 350,121	$ 54,354	$ —
—	79,875,804	8,438,661	630,026,766
—	—	—	—
—	—	—	—
—	—	15,968	108,632,262
—	1,377,770	131,470	247,083,267
36,099	11,543,609	57,737,456	2,954,568,080
—	—	—	—
$36,099	$93,147,304	$66,377,909	$3,940,310,375
$36,099	$ 3,897,909	$ 810,922	$ 92,605,141
—	—	—	—
—	187,605	11,061	1,859,838
—	—	—	—
—	—	—	—
—	—	—	—
36,099	4,085,514	821,983	94,464,979
—	—	—	—
—	89,061,790	65,555,926	3,845,845,396
—	—	—	—
—	—	—	—
—	—	—	—
—	89,061,790	65,555,926	3,845,845,396
$36,099	$93,147,304	$66,377,909	$3,940,310,375

STATE OF NEW JERSEY
ALL TRUST AND AGENCY FUNDS
COMBINING BALANCE SHEET (Continued)
JUNE 30, 1988

	PENSION TRUST		
	Prison Officers' Pension Fund	Public Employees' Retirement System	State Police Retirement System
ASSETS			
CASH AND CASH EQUIVALENTS	$ 258,571	$ 7,237,401	$ —
INVESTMENTS	—	1,044,717,768	41,673,449
RECEIVABLES, NET OF ALLOWANCES FOR UNCOLLECTIBLES			
Federal government	—	—	—
Departmental accounts	—	—	—
Loans	—	106,186,163	8,809,638
Other	1,656	156,216,807	1,404,000
OTHER ASSETS			
Due from other funds	751,688	5,368,278,452	347,753,641
Other	—	—	—
Total Assets	$1,011,915	$6,682,636,591	$399,640,728
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable and accrued expenses	$ 317,254	$ 70,188,583	$ 1,688,003
Deferred revenue	—	—	—
Due to other funds	5,767	10,801,613	12,388
Advances from other funds	—	—	—
Other	—	—	—
Deferred compensation payable	—	—	—
Total Liabilities	323,021	80,990,196	1,700,391
FUND BALANCES			
Reserved for:			
Encumbrances	—	—	—
Pension benefits	688,894	6,568,638,586	397,940,337
Other	—	33,007,809	—
Unreserved:			
Designated for continuing appropriations	—	—	—
Undesignated	—	—	—
Total Fund Balances	688,894	6,601,646,395	397,940,337
Total Liabilities and Fund Balances	$1,011,915	$6,682,636,591	$399,640,728

FUNDS			NON-EXPENDABLE TRUST FUNDS
Supplemental Annuity Collective Trust	Teachers' Pension and Annuity Fund	Sub-Total Pension Trust Funds	State of New Jersey-Tischler Memorial Fund
$ 125,999	$ —	$ 8,026,446	$ 30,388
112,241,053	1,289,958,018	3,206,931,519	346,317
—	—	—	—
—	—	—	—
—	116,166,466	339,810,497	—
646,418	75,348,522	482,209,910	9,245
8,794,771	6,339,043,509	15,088,507,305	41,202
—	—	—	—
$121,808,241	$7,820,516,515	$19,125,485,677	$427,152
$ 252,353	$ 103,858,964	$ 273,655,228	$ —
—	—	—	—
—	118,792,559	131,670,831	—
—	—	—	—
—	—	—	—
—	—	—	—
252,353	222,651,523	405,326,059	—
—	—	—	—
121,555,888	7,551,258,092	18,640,544,909	—
—	46,606,900	79,614,709	416,073
—	—	—	—
—	—	—	11,079
121,555,888	7,597,864,992	18,720,159,618	427,152
$121,808,241	$7,820,516,515	$19,125,485,677	$427,152

STATE OF NEW JERSEY
ALL TRUST AND AGENCY FUNDS
COMBINING BALANCE SHEET (Continued)
JUNE 30, 1988

	Alternate Benefit Program Fund	Common Pension Fund "A"	Common Pension Fund "B"
ASSETS			
CASH AND CASH EQUIVALENTS	$ 675,755	$ 609	$ 6,106
INVESTMENTS	—	7,198,391,139	6,827,218,282
RECEIVABLES, NET OF ALLOWANCES FOR UNCOLLECTIBLES			
Federal government	—	—	—
Departmental accounts	—	—	—
Loans	—	—	—
Other	23,535	25,267,509	166,941,110
OTHER ASSETS			
Due from other funds	5,498,020	90,612,139	140,148,825
Other	—	—	—
Total Assets	$6,197,310	$7,314,271,396	$7,134,314,323
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable and accrued expenses	$5,447,769	$ 211,099	$ —
Deferred revenue	—	—	—
Due to other funds	749,541	7,314,060,297	7,134,314,323
Advances from other funds	—	—	—
Other	—	—	—
Deferred compensation payable	—	—	—
Total Liabilities	6,197,310	7,314,271,396	7,134,314,323
FUND BALANCES			
Reserved for:			
Encumbrances	—	—	—
Pension benefits	—	—	—
Other	—	—	—
Unreserved:			
Designated for continuing appropriations	—	—	—
Undesignated	—	—	—
Total Fund Balances	—	—	—
Total Liabilities and Fund Balances	$6,197,310	$7,314,271,396	$7,134,314,323

AGENCY FUNDS			
General Trust Fund	Luxury Tax Development Fund	Luxury Tax Fund	New Jersey State Employees' Deferred Compensation Plan
$ 7,059	$ 70,315	$ —	$ 1,378
—	—	—	36,727,372
—	—	—	—
—	—	1,735,667	—
—	—	10,840,015	—
—	—	—	1,054,800
15,779	12,280,174	5,927,705	44,730,052
—	—	—	—
$22,838	$12,350,489	$18,503,387	$82,513,602
$21,759	$12,350,489	$18,503,387	$ 379,771
—	—	—	—
1,079	—	—	71,104
—	—	—	714,075
—	—	—	—
—	—	—	81,348,652
22,838	12,350,489	18,503,387	82,513,602
—	—	—	—
—	—	—	—
—	—	—	—
—	—	—	—
—	—	—	—
—	—	—	—
$22,838	$12,350,489	$18,503,387	$82,513,602

STATE OF NEW JERSEY
ALL TRUST AND AGENCY FUNDS
COMBINING BALANCE SHEET (Continued)
JUNE 30, 1988

	Outstanding Checks Account	Pension Adjustment Fund	Resource Recovery Investment Tax Fund
ASSETS			
CASH AND CASH EQUIVALENTS	$ 31,928	$ 25,591	$ —
INVESTMENTS	—	—	—
RECEIVABLES, NET OF ALLOWANCES FOR UNCOLLECTIBLES			
Federal government	—	—	—
Departmental accounts	—	—	2,150
Loans	—	—	—
Other	—	6,406,932	—
OTHER ASSETS			
Due from other funds	11,942,249	40,047,499	40,196,239
Other	—	—	—
Total Assets	$11,974,177	$46,480,022	$40,198,389
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable and accrued expenses	$ 9,470,773	$ —	$38,641,010
Deferred revenue	—	—	—
Due to other funds	2,503,404	10,721,163	1,557,379
Advances from other funds	—	—	—
Other	—	35,758,859	—
Deferred compensation payable	—	—	—
Total Liabilities	11,974,177	46,480,022	40,198,389
FUND BALANCES			
Reserved for:			
Encumbrances	—	—	—
Pension benefits	—	—	—
Other	—	—	—
Unreserved:			
Designated for continuing appropriations	—	—	—
Undesignated	—	—	—
Total Fund Balances	—	—	—
Total Liabilities and Fund Balances	$11,974,177	$46,480,022	$40,198,389

AGENCY FUNDS				
Rutgers Medical School—Restricted Fund	School Building Aid Capital Reserve Fund	Solid Waste Service Tax Fund	State Lottery Agency Fund	State of New Jersey Cash Management Fund
$ 24,899	$ 2,004	$ —	$ —	$ 24,873,476
1,089,554	—	—	342,101,583	5,631,953,738
—	—	—	—	—
—	—	153	—	—
—	—	—	—	—
104,812	—	—	—	30,179,540
7,055,536	898,345	15,856,868	—	—
—	—	—	—	—
$8,274,801	$900,349	$15,857,021	$342,101,583	$5,687,006,754
$8,274,801	$900,349	$15,514,883	$342,101,583	$ 304,995,950
—	—	—	—	—
—	—	342,138	—	4,073,991,572
—	—	—	—	—
—	—	—	—	1,308,019,232
—	—	—	—	—
8,274,801	900,349	15,857,021	342,101,583	5,687,006,754
—	—	—	—	—
—	—	—	—	—
—	—	—	—	—
—	—	—	—	—
—	—	—	—	—
—	—	—	—	—
$8,274,801	$900,349	$15,857,021	$342,101,583	$5,687,006,754

STATE OF NEW JERSEY
ALL TRUST AND AGENCY FUNDS
COMBINING BALANCE SHEET (Continued)
JUNE 30, 1988

	AGENCY		
	University Of Medicine and Dentistry of New Jersey Construction Grant Fund	University Of Medicine and Dentistry of New Jersey Endowment Fund	University Of Medicine and Dentistry of New Jersey Endowment Fund "B"
ASSETS			
CASH AND CASH EQUIVALENTS	$ 6,247	$ 1,747	$ 9,113
INVESTMENTS	—	102,397	4,262,348
RECEIVABLES, NET OF ALLOWANCES FOR UNCOLLECTIBLES			
Federal government	—	—	—
Departmental accounts	—	—	—
Loans	—	—	—
Other	—	5,171	62,241
OTHER ASSETS			
Due from other funds	10,485,221	264,423	1,790,596
Other	—	—	—
Total Assets	$10,491,468	$373,738	$6,124,298
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable and accrued expenses	$10,491,468	$373,738	$6,124,298
Deferred revenue	—	—	—
Due to other funds	—	—	—
Advances from other funds	—	—	—
Other	—	—	—
Deferred compensation payable	—	—	—
Total Liabilities	10,491,468	373,738	6,124,298
FUND BALANCES			
Reserved for:			
Encumbrances	—	—	—
Pension benefits	—	—	—
Other	—	—	—
Unreserved:			
Designated for continuing appropriations	—	—	—
Undesignated	—	—	—
Total Fund Balances	—	—	—
Total Liabilities and Fund Balances	$10,491,468	$373,738	$6,124,298

FUNDS

University Of Medicine and Dentistry of New Jersey Grant Fund	University Of Medicine and Dentistry of New Jersey Grant Fund "B"	Wastewater Treatment Trust Fund	Sub-Total Agency Funds	Total Trust and Agency Funds
$ 18,377	$ 145,143	$ —	$ 25,899,747	$ 55,776,787
296,622	—	8,300,000	20,050,443,035	23,387,021,157
—	—	—	—	2,097,860,366
—	—	—	1,737,970	95,903,702
—	—	—	10,840,015	357,302,247
3,788	—	61,406	230,110,844	769,591,652
70,332	4,166,279	106,835	432,093,116	16,150,406,458
—	—	—	—	1,435,367
$389,119	$4,311,422	$8,468,241	$20,751,124,727	$42,915,297,736
$389,119	$4,311,422	8,460,312	$ 786,963,980	$ 1,280,661,901
—	—	—	—	7,926,299
—	—	7,929	18,538,319,929	18,708,424,193
—	—	—	714,075	714,075
—	—	—	1,343,778,091	1,349,814,509
—	—	—	81,348,652	81,348,652
389,119	4,311,422	8,468,241	20,751,124,727	21,428,889,629
—	—	—	—	353,675
—	—	—	—	18,621,429,608
—	—	—	—	134,508,811
—	—	—	—	903,535
—	—	—	—	2,729,212,478
—	—	—	—	21,486,408,107
$389,119	$4,311,422	$8,468,241	$20,751,124,727	$42,915,297,736

STATE OF NEW JERSEY
EXPENDABLE TRUST FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 1988

	Alternate Benefit Long-Term Disability Fund	Community Development Bond Fund	Dental Expense Program Fund
REVENUES			
Taxes	$ —	$ —	$ —
Federal and other grants	—	—	—
Licenses and fees	—	—	—
Services and assessments	—	—	—
Investment earnings	73,013	322,394	549,173
Contributions	—	—	9,380,190
Other	60,030	—	467,667
Total Revenues	133,043	322,394	10,397,030
OTHER INCREASES			
Transfers from other funds	—	—	9,109,274
Other	343,548	—	—
Total Other Increases	343,548	—	9,109,274
Total Revenues and Other Increases	476,591	322,394	19,506,304
EXPENDITURES			
Educational, cultural and intellectual development	—	—	—
Community development and environmental management	—	596,465	—
Economic planning, development and security	—	—	—
Government direction, management and control	—	—	19,610,893
Total Expenditures	—	596,465	19,610,893
OTHER DECREASES			
Transfers to other funds	—	322,394	—
Other	—	—	—
Total Other Decreases	—	322,394	—
Total Expenditures and Other Decreases	—	918,859	19,610,893
Net Increases (Decreases) in Fund Balances for the Year	476,591	(596,465)	(104,589)
FUND BALANCES—JULY 1, 1987	781,090	4,374,368	8,033,911
FUND BALANCES—JUNE 30, 1988	$1,257,681	$3,777,903	$ 7,929,322

Emergency Services Fund	Fund For Support Of Free Public Schools	Health Benefits Program Fund	Higher Education Assistance Fund	Motor Vehicle Liability Security Fund
$ —	$ —	$ —	$ —	$ —
—	2,187,431	—	24,237,465	—
—	817,878	—	1,818,746	—
—	—	—	—	—
231,983	4,104,315	9,061,428	1,320,616	931,164
—	—	271,260,385	—	—
—	776,763	—	1,123,348	—
231,983	7,886,387	280,321,813	28,500,175	931,164
—	—	174,111,067	—	—
—	—	—	288,257	25,238
—	—	174,111,067	288,257	25,238
231,983	7,886,387	454,432,880	28,788,432	956,402
—	—	—	18,154,430	—
75,914	—	—	—	—
—	—	—	—	—
—	—	523,479,834	—	—
75,914	—	523,479,834	18,154,430	—
—	5,668,237	—	7,369,475	—
—	—	—	227,144	—
—	5,668,237	—	7,596,619	—
75,914	5,668,237	523,479,834	25,751,049	—
156,069	2,218,150	(69,046,954)	3,037,383	956,402
3,253,514	46,968,794	49,931,653	27,343,976	13,157,379
$3,409,583	$49,186,944	$(19,115,301)	$30,381,359	$14,113,781

STATE OF NEW JERSEY
EXPENDABLE TRUST FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 1988

	Motor Vehicle Security Responsibility Fund	Mutual Workers' Compensation Security Fund	New Home Warranty Security Fund
REVENUES			
Taxes	$ —	$ —	$ —
Federal and other grants	—	—	—
Licenses and fees	—	—	990,736
Services and assessments	—	896,617	8,835,793
Investment earnings	12,137	534,228	2,518,985
Contributions	—	—	—
Other	—	272,762	251,656
Total Revenues	12,137	1,703,607	12,597,170
OTHER INCREASES			
Transfers from other funds	—	461,989	—
Other	—	—	—
Total Other Increases	—	461,989	—
Total Revenues and Other Increases	12,137	2,165,596	12,597,170
EXPENDITURES			
Educational, cultural and intellectual development	—	—	—
Community development and environmental management	—	—	1,114,010
Economic planning, development and security	—	500,497	—
Government direction, management and control	—	—	—
Total Expenditures	—	500,497	1,114,010
OTHER DECREASES			
Transfers to other funds	12,137	—	2,103,001
Other	—	—	—
Total Other Decreases	12,137	—	2,103,001
Total Expenditures and Other Decreases	12,137	500,497	3,217,011
Net Increases (Decreases) in Fund Balances for the Year	—	1,665,099	9,380,159
FUND BALANCES—JULY 1, 1987	—	5,242,600	29,615,529
FUND BALANCES—JUNE 30, 1988	$ —	$6,907,699	$38,995,688

NJ Federal-State Rural Rehabilitation Fund	New Jersey Insurance Development Fund	Prescription Drug Program Fund	Real Estate Guaranty Fund	Salem Municipal Port Authority Assistance Fund
$ —	$ —	$ —	$ —	$ —
—	—	—	—	—
—	—	—	—	—
—	26,446,178	—	104,055	—
39,541	5,860,613	163,888	73,324	38,212
—	—	104,740	—	—
680	—	—	—	—
40,221	32,306,791	268,628	177,379	38,212
—	—	18,429,877	—	—
—	—	—	—	—
—	—	18,429,877	—	—
40,221	32,306,791	18,698,505	177,379	38,212
—	—	—	—	—
12,100	—	—	—	—
—	—	—	119,599	—
—	—	19,400,813	—	—
12,100	—	19,400,813	119,599	—
—	—	—	—	—
—	—	—	—	120,000
—	—	—	—	120,000
12,100	—	19,400,813	119,599	120,000
28,121	32,306,791	(702,308)	57,780	(81,788)
566,069	78,730,250	2,405,408	1,089,841	1,700,000
$594,190	$111,037,041	$ 1,703,100	$1,147,621	$1,618,212

STATE OF NEW JERSEY
EXPENDABLE TRUST FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 1988

	State Disability Benefit Fund	Stock Workers' Compensation Security Fund	Unclaimed Bank Deposits Escheat Reserve Fund
REVENUES			
Taxes	$245,512,047	$ —	$ —
Federal and other grants	—	—	—
Licenses and fees	—	—	—
Services and assessments	12,474,935	673,707	—
Investment earnings	12,462,809	3,771,352	768,478
Contributions	—	—	—
Other	—	1,629	4,508,990
Total Revenues	270,449,791	4,446,688	5,277,468
OTHER INCREASES			
Transfers from other funds	—	226,766	—
Other	—	—	—
Total Other Increases	—	226,766	—
Total Revenues and Other Increases	270,449,791	4,673,454	5,277,468
EXPENDITURES			
Educational, cultural and intellectual development	—	—	—
Community development and environmental management	—	—	—
Economic planning, development and security	241,747,901	4,095,777	—
Government direction, management and control	—	—	259,151
Total Expenditures	241,747,901	4,095,777	259,151
OTHER DECREASES			
Transfers to other funds	20,624,379	—	3,381,743
Other	2	—	—
Total Other Decreases	20,624,381	—	3,381,743
Total Expenditures and Other Decreases	262,372,282	4,095,777	3,640,894
Net Increases (Decreases) in Fund Balances for the Year	8,077,509	577,677	1,636,574
FUND BALANCES—JULY 1, 1987	179,665,138	45,434,326	9,080,863
FUND BALANCES—JUNE 30, 1988	$187,742,647	$46,012,003	$10,717,437

Unclaimed Domestic Life Insurance Escheat Reserve Fund	Unclaimed Personal Property Trust Fund	Unemployment Compensation Fund	University Of Medicine And Dentistry Of New Jersey Self Insurance Reserve Fund	Unsatisfied Claim And Judgment Fund
$ —	$ —	$ 988,528,338	$ —	$ —
—	—	7,924,268	—	—
—	—	—	—	2,645
—	—	—	4,923,180	60,527,246
172,693	1,062,479	154,945,755	1,141,513	6,542,510
—	—	—	—	—
1,272,597	12,799,449	151,931	—	451,033
1,445,290	13,861,928	1,151,550,292	6,064,693	67,523,434
—	—	—	—	—
—	—	—	—	—
—	—	—	—	—
1,445,290	13,861,928	1,151,550,292	6,064,693	67,523,434
—	—	—	—	—
—	—	—	—	—
—	—	589,720,467	5,874,539	60,735,687
38,370	1,226,669	—	—	—
38,370	1,226,669	589,720,467	5,874,539	60,735,687
1,127,140	10,640,774	—	—	1,008,646
—	—	1,987,376	—	1,993,707
1,127,140	10,640,774	1,987,376	—	3,002,353
1,165,510	11,867,443	591,707,843	5,874,539	63,738,040
279,780	1,994,485	559,842,449	190,154	3,785,394
1,474,477	9,182,917	1,568,172,440	12,526,047	110,797,172
$1,754,257	$11,177,402	$2,128,014,889	$12,716,201	$114,582,566

STATE OF NEW JERSEY
EXPENDABLE TRUST FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 1988

	Veterans' Guaranteed Loan Fund	Wage and Hour Trust Fund	Total Expendable Trust Funds
REVENUES			
Taxes	$ —	$ —	$1,234,040,385
Federal and other grants	—	—	34,349,164
Licenses and fees	—	—	3,630,005
Services and assessments	—	—	114,881,711
Investment earnings	387	35,440	206,738,430
Contributions	—	—	280,745,315
Other	515	1,172,058	23,311,108
Total Revenues	902	1,207,498	1,897,696,118
OTHER INCREASES			
Transfers from other funds	—	—	202,338,973
Other	—	—	657,043
Total Other Increases	—	—	202,996,016
Total Revenues and Other Increases	902	1,207,498	2,100,692,134
EXPENDITURES			
Educational, cultural and intellectual development	—	—	18,154,430
Community development and environmental management	—	—	1,798,489
Economic planning, development and security	—	—	902,794,467
Government direction, management and control	—	1,172,058	565,187,788
Total Expenditures	—	1,172,058	1,487,935,174
OTHER DECREASES			
Transfers to other funds	—	—	52,257,926
Other	—	—	4,328,229
Total Other Decreases	—	—	56,586,155
Total Expenditures and Other Decreases	—	1,172,058	1,544,521,329
Net Increases (Decreases) in Fund Balances for the Year	902	35,440	556,170,805
FUND BALANCES—JULY 1, 1987	11,252	111,518	2,209,650,532
FUND BALANCES—JUNE 30, 1988	$12,154	$ 146,958	$2,765,821,337

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STATE OF NEW JERSEY
PENSION TRUST FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 1988

	Central Pension Fund	Consolidated Police & Firemen's Pension Fund	Judicial Retirement System
REVENUES			
Contributions	$434,921	$ 24,494,312	$12,454,619
Investment income	—	7,814,848	6,793,776
Other	—	37,207	—
Total Revenues	434,921	32,346,367	19,248,395
EXPENSES			
Benefit payments	434,921	45,555,597	9,106,579
Other	—	37,207	—
Total Expenses	434,921	45,592,804	9,106,579
Excess of Revenues Over Expenses	—	(13,246,437)	10,141,816
FUND BALANCES—Beginning of Year	—	102,308,227	55,414,110
FUND BALANCES—End of Year	$ —	$ 89,061,790	$65,555,926

Police & Firemen's Retirement System	Prison Officers' Pension Fund	Public Employees' Retirement System	State Police Retirement System
$ 315,007,526	$3,420,291	$ 584,979,929	$ 33,486,089
328,047,351	54,537	603,520,681	38,889,502
—	428	95,154	1,260
643,054,877	3,475,256	1,188,595,764	72,376,851
171,436,967	3,697,948	329,553,547	19,510,311
5,988,653	428	80,641,602	99,547
177,425,620	3,698,376	410,195,149	19,609,858
465,629,257	(223,120)	778,400,615	52,766,993
3,380,216,139	912,014	5,823,245,780	345,173,344
$3,845,845,396	$ 688,894	$6,601,646,395	$397,940,337

STATE OF NEW JERSEY
PENSION TRUST FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCES (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 1988

	Supplemental Annuity Collective Trust	Teachers' Pension and Annuity Fund	Total Pension Trust Funds
REVENUES			
Contributions	$ 4,844,000	$ 507,414,797	$ 1,486,536,484
Investment income	(14,281,167)	726,067,839	1,696,907,367
Other	—	486,873	620,922
Total Revenues	(9,437,167)	1,233,969,509	3,184,064,773
EXPENSES			
Benefit payments	16,321,464	391,931,956	987,549,290
Other	—	31,733,602	118,501,039
Total Expenses	16,321,464	423,665,558	1,106,050,329
Excess of Revenues Over Expenses	(25,758,631)	810,303,951	2,078,014,444
FUND BALANCES—Beginning of Year	147,314,519	6,787,561,041	16,642,145,174
FUND BALANCES—End of Year	$121,555,888	$7,597,864,992	$18,720,159,618

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STATE OF NEW JERSEY
PENSION TRUST FUNDS
COMBINING STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 1988

	Central Pension Fund	Consolidated Police & Firemen's Pension Fund	Judicial Retirement System
SOURCES OF FINANCIAL RESOURCES			
Operations:			
Excess (deficit) of revenues over expenses	$ —	$(13,246,437)	$10,141,816
Expenses not requiring current outlay of financial resources:			
Accretion and amortization	—	69,195	(19,127)
Total Sources of Financial Resources from Operations	—	(13,177,242)	10,122,689
Decrease in investments	—	11,375,306	—
Increase in accounts payable and accrued expenses	1,586	784,053	—
Increase in due to other funds	—	187,605	11,061
Total Sources of Financial Resources	1,586	(830,278)	10,133,750
USES OF FINANCIAL RESOURCES			
Increase in investments	—	—	6,651,251
Increase in due from other funds	1,586	(1,004,324)	3,474,021
Increase in receivables	—	(109,717)	(46,411)
Decrease in accounts payable and accrued expenses	—	—	37,331
Total Uses of Financial Resources	1,586	(1,114,041)	10,116,192
Net Increase (Decrease) in Cash and Cash Equivalents	—	283,763	17,558
CASH AND CASH EQUIVALENTS Beginning of Year	—	66,358	36,796
CASH AND CASH EQUIVALENTS End of Year	$ —	$ 350,121	$ 54,354

Police & Firemen's Retirement System	Prison Officers' Pension Fund	Public Employees' Retirement System	State Police Retirement System
$465,629,257	$(223,120)	$778,400,615	$52,766,993
(1,401,361)	—	(2,256,965)	(119,168)
464,227,896	(223,120)	776,143,650	52,647,825
—	—	—	—
78,146,945	826	41,237,810	212,108
74,805	5,767	1,974,831	12,388
542,449,646	(216,527)	819,356,291	52,872,321
4,445,661	—	145,566,113	4,139,316
446,506,452	(282,063)	666,187,323	47,555,193
91,497,533	(32,931)	10,165,225	1,199,200
—	—	—	—
542,449,646	(314,994)	821,918,661	52,893,709
—	98,467	(2,562,370)	(21,388)
—	160,104	9,799,771	21,388
$ —	$258,571	$ 7,237,401	$ —

STATE OF NEW JERSEY
PENSION TRUST FUNDS
COMBINING STATEMENT OF CHANGES IN FINANCIAL POSITION (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 1988

	Supplemental Annuity Collective Trust	Teachers' Pension and Annuity Fund	Total Pension Trust Funds
SOURCES OF FINANCIAL RESOURCES			
Operations:			
Excess (deficit) of revenues over expenses	$(25,758,631)	$810,303,951	$2,078,014,444
Expenses not requiring current outlay of financial resources:			
Accretion and amortization	—	(3,395,108)	(7,122,534)
Total Sources of Financial Resources from Operations	(25,758,631)	806,908,843	2,070,891,910
Decrease in investments	31,349,353	—	42,724,659
Increase in accounts payable and accrued expenses	—	69,562,345	189,945,673
Increase in due to other funds	—	118,792,559	121,059,016
Total Sources of Financial Resources	5,590,722	995,263,747	2,424,621,258
USES OF FINANCIAL RESOURCES			
Increase in investments	—	52,253,884	213,056,225
Increase in due from other funds	4,422,005	928,192,868	2,095,053,061
Increase in receivables	(20,764)	14,816,995	117,469,130
Decrease in accounts payable and accrued expenses	1,063,482	—	1,100,813
Total Uses of Financial Resources	5,464,723	995,263,747	2,426,679,229
Net Increase (Decrease) in Cash and Cash Equivalents	125,999	—	(2,057,971)
CASH AND CASH EQUIVALENTS Beginning of Year	—	—	10,084,417
CASH AND CASH EQUIVALENTS End of Year	$ 125,999	$ —	$ 8,026,446

STATE OF NEW JERSEY
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 1988

	Balance July 1, 1987	Additions	Deductions	Balance June 30, 1988
ALTERNATE BENEFIT PROGRAM FUND				
Assets				
Cash	$ 2,296,584	$ 60,735,503	$ 62,356,332	$ 675,755
Receivables—Other	241,648	561,683	779,796	23,535
Due from other funds	1,620,885	29,561,009	25,683,874	5,498,020
Total Assets	$ 4,159,117	$ 90,858,195	$ 88,820,002	$ 6,197,310
Liabilities				
Accounts payable	$ 4,159,117	$ 19,920,420	$ 18,631,768	$ 5,447,769
Due to other funds	—	2,538,613	1,789,072	749,541
Total Liabilities	$ 4,159,117	$ 22,459,033	$ 20,420,840	$ 6,197,310
COMMON PENSION FUND "A"				
Assets				
Cash	$ 312,377	$5,001,799,718	$5,002,111,486	$ 609
Investments	6,186,513,857	2,043,397,927	1,031,520,645	7,198,391,139
Receivables—Other	21,836,093	241,979,887	238,548,471	25,267,509
Due from other funds	65,200,558	2,520,096,230	2,494,684,649	90,612,139
Total Assets	$6,273,862,885	$9,807,273,762	$8,766,865,251	$7,314,271,396
Liabilities				
Accounts payable	$ 509,457	$ 615	$ 298,973	$ 211,099
Due to other funds	6,273,353,428	1,488,287,857	447,580,988	7,314,060,297
Total Liabilities	$6,273,862,885	$1,488,288,472	$ 447,879,961	$7,314,271,396
COMMON PENSION FUND "B"				
Assets				
Cash	$ 5,872	$3,563,170,713	$3,563,170,479	$ 6,106
Investments	6,020,974,245	1,362,092,536	555,848,499	6,827,218,282
Receivables—Other	149,303,223	637,442,825	619,804,938	166,941,110
Due from other funds	52,688,744	1,600,455,377	1,512,995,296	140,148,825
Total Assets	$6,222,972,084	$7,163,161,451	$6,251,819,212	$7,134,314,323
Liabilities				
Due to other funds	$6,222,972,084	$1,545,578,161	$ 634,235,922	$7,134,314,323
Total Liabilities	$6,222,972,084	$1,545,578,161	$ 634,235,922	$7,134,314,323

STATE OF NEW JERSEY
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 1988

	Balance July 1, 1987	Additions	Deductions	Balance June 30, 1988
GENERAL TRUST FUND				
Assets				
Cash	$ 2,059	$ 5,915	$ 915	$ 7,059
Due from other funds	15,615	1,079	915	15,779
Total Assets	$ 17,674	$ 6,994	$ 1,830	$ 22,838
Liabilities				
Accounts payable	$ 16,759	$ 5,000	$ —	$ 21,759
Due to other funds	915	1,079	915	1,079
Total Liabilities	$ 17,674	$ 6,079	$ 915	$ 22,838
LUXURY TAX DEVELOPMENT FUND				
Assets				
Cash	$ 103,141	$ 881,663	$ 914,489	$ 70,315
Due from other funds	11,510,777	1,636,040	866,643	12,280,174
Total Assets	$11,613,918	$ 2,517,703	$ 1,781,132	$12,350,489
Liabilities				
Accounts payable	$11,613,918	$ 834,416	$ 97,845	$12,350,489
Total Liabilities	$11,613,918	$ 834,416	$ 97,845	$12,350,489
LUXURY TAX FUND				
Assets				
Cash	$ 17,599	$27,335,400	$27,352,999	$ —
Receivables—Other	12,270,325	1,735,667	1,430,310	12,575,682
Due from other funds	2,173,739	13,764,007	10,010,041	5,927,705
Total Assets	$14,461,663	$42,835,074	$38,793,350	$18,503,387
Liabilities				
Accounts payable	$14,461,663	$17,969,681	$13,927,957	$18,503,387
Total Liabilities	$14,461,663	$17,969,681	$13,927,957	$18,503,387

STATE OF NEW JERSEY
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 1988

	Balance July 1, 1987	Additions	Deductions	Balance June 30, 1988
NEW JERSEY STATE EMPLOYEES' DEFERRED COMPENSATION PLAN				
Assets				
Cash	$ 14,680	$ 13,850,967	$ 13,864,269	$ 1,378
Investments	34,492,392	10,214,202	7,979,222	36,727,372
Receivables—Other	1,420,440	22,571,627	22,937,267	1,054,800
Due from other funds	30,262,528	26,752,784	12,285,260	44,730,052
Total Assets	$66,190,040	$ 73,389,580	$ 57,066,018	$82,513,602
Liabilities				
Accounts payable	$ 466,344	$ 4,217,665	$ 4,304,238	$ 379,771
Due to other funds	57,096	71,104	57,096	71,104
Advances from other funds	799,187	—	85,112	714,075
Deferred compensation payable	64,867,413	29,158,940	12,677,701	81,348,652
Total Liabilities	$66,190,040	$ 33,447,709	$ 17,124,147	$82,513,602
OUTSTANDING CHECKS ACCOUNT				
Assets				
Cash	$ —	$ 4,638,888	$ 4,606,960	$ 31,928
Receivables—Other	1,218	—	1,218	—
Due from other funds	9,328,077	3,936,950	1,322,778	11,942,249
Total Assets	$ 9,329,295	$ 8,575,838	$ 5,930,956	$11,974,177
Liabilities				
Accounts payable	$ 8,861,517	$ 3,314,892	$ 2,705,636	$ 9,470,773
Due to other funds	467,778	2,503,404	467,778	2,503,404
Total Liabilities	$ 9,329,295	$ 5,818,296	$ 3,173,414	$11,974,177

STATE OF NEW JERSEY
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 1988

	Balance July 1, 1987	Additions	Deductions	Balance June 30, 1988
PENSION ADJUSTMENT FUND				
Assets				
Cash	$ 9,771,134	$223,830,988	$233,576,531	$ 25,591
Receivable—Other	1,750,128	87,195,658	82,538,854	6,406,932
Due from other funds	38,890,901	337,866,959	336,710,361	40,047,499
Total Assets	$50,412,163	$648,893,605	$652,825,746	$46,480,022
Liabilities				
Due to other funds	$17,631,650	$184,290,853	$191,201,340	$10,721,163
Other	32,780,513	183,567,339	180,588,993	35,758,859
Total Liabilities	$50,412,163	$367,858,192	$371,790,333	$46,480,022
RESOURCE RECOVERY INVESTMENT TAX FUND				
Assets				
Cash	$ 1,245	$52,892,969	$52,894,214	$ —
Receivable—Other	385	2,150	385	2,150
Due from other funds	29,902,494	28,248,395	17,954,650	40,196,239
Total Assets	$29,904,124	$81,143,514	$70,849,249	$40,198,389
Liabilities				
Accounts payable	$29,904,124	$38,155,529	$29,418,643	$38,641,010
Due to other funds	—	1,557,379	—	1,557,379
Total Liabilities	$29,904,124	$39,712,908	$29,418,643	$40,198,389
RUTGERS MEDICAL SCHOOL-RESTRICTED FUND				
Assets				
Cash	$ 1,697	$ 3,240,645	$ 3,217,443	$ 24,899
Investments	1,043,255	89,901	43,602	1,089,554
Receivables—Other	32,951	167,111	95,250	104,812
Due from other funds	7,913,809	1,645,473	2,503,746	7,055,536
Total Assets	$ 8,991,712	$ 5,143,130	$ 5,860,041	$ 8,274,801
Liabilities				
Accounts payable	$ 8,991,712	$ 1,362,748	$ 2,079,659	$ 8,274,801
Total Liabilities	$ 8,991,712	$ 1,362,748	$ 2,079,659	$ 8,274,801

STATE OF NEW JERSEY
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 1988

	Balance July 1, 1987	Additions	Deductions	Balance June 30, 1988
SCHOOL BUILDING AID CAPITAL RESERVE FUND				
Assets				
Cash	$ 25,574	$ 88,970	$ 112,540	$ 2,004
Due from other funds	838,516	148,798	88,969	898,345
Total Assets	$ 864,090	$ 237,768	$ 201,509	$ 900,349
Liabilities				
Accounts payable	$ 864,090	$ 59,828	$ 23,569	$ 900,349
Total Liabilities	$ 864,090	$ 59,828	$ 23,569	$ 900,349
SOLID WASTE SERVICE TAX FUND				
Assets				
Cash	$ 34,565	$ 6,819,402	$ 6,853,967	$ —
Receivables—Other	375	153	375	153
Due from other funds	11,642,923	6,497,047	2,283,102	15,856,868
Total Assets	$ 11,677,863	$ 13,316,602	$ 9,137,444	$ 15,857,021
Liabilities				
Accounts payable	$ 11,677,863	$ 5,393,458	$ 1,556,438	$ 15,514,883
Due to other funds	—	342,138	—	342,138
Total Liabilities	$ 11,677,863	$ 5,735,596	$ 1,556,438	$ 15,857,021
STATE LOTTERY AGENCY FUND				
Assets				
Investments	$ 273,703,075	$ 104,571,932	$ 36,173,424	$ 342,101,583
Total Assets	$ 273,703,075	$ 104,571,932	$ 36,173,424	$ 342,101,583
Liabilities				
Accounts payable	$ 273,703,075	$ 104,571,932	$ 36,173,424	$ 342,101,583
Total Liabilities	$ 273,703,075	$ 104,571,932	$ 36,173,424	$ 342,101,583

STATE OF NEW JERSEY
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 1988

	Balance July 1, 1987	Additions	Deductions	Balance June 30, 1988
STATE OF NEW JERSEY CASH MANAGEMENT FUND				
Assets				
Cash	$ 26,359,701	$ 77,825,722,737	$ 77,827,208,962	$ 24,873,476
Investments	4,793,089,051	61,170,443,668	60,331,578,981	5,631,953,738
Receivables—Other	14,315,121	230,806,253	214,941,834	30,179,540
Total Assets	$4,833,763,873	$139,226,972,658	$138,373,729,777	$5,687,006,754
Liabilities				
Accounts payable	$ 26,384,666	$ 304,995,950	$ 26,384,666	$ 304,995,950
Due to other funds	3,805,667,319	14,947,592,956	14,679,268,703	4,073,991,572
Other	1,001,711,888	2,426,880,737	2,120,573,393	1,308,019,232
Total Liabilities	$4,833,763,873	$ 17,679,469,643	$ 16,826,226,762	$5,687,006,754
UNIVERSITY OF MEDICINE AND DENTISTRY OF NEW JERSEY CONSTRUCTION GRANT FUND				
Assets				
Cash	$ 4,360	$1,393,975	$1,392,088	$ 6,247
Due from other funds	10,639,171	1,240,024	1,393,974	10,485,221
Total Assets	$10,643,531	$2,633,999	$2,786,062	$10,491,468
Liabilities				
Accounts payable	$10,643,531	$ 736,050	$ 888,113	$10,491,468
Total Liabilities	$10,643,531	$ 736,050	$ 888,113	$10,491,468
UNIVERSITY OF MEDICINE AND DENTISTRY OF NEW JERSEY ENDOWMENT FUND				
Assets				
Cash	$ 3,664	$ 40,177	$ 42,094	$ 1,747
Investments	102,353	44	—	102,397
Receivables—Other	5,171	11,719	11,719	5,171
Due from other funds	251,575	31,856	19,008	264,423
Total Assets	$ 362,763	$ 83,796	$ 72,821	$ 373,738
Liabilities				
Accounts payable	$ 362,763	$ 39,060	$ 28,085	$ 373,738
Total Liabilities	$ 362,763	$ 39,060	$ 28,085	$ 373,738

STATE OF NEW JERSEY
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 1988

	Balance July 1, 1987	Additions	Deductions	Balance June 30, 1988
UNIVERSITY OF MEDICINE AND DENTISTRY OF NEW JERSEY ENDOWMENT FUND "B"				
Assets				
Cash	$ 8,146	$ 936,390	$ 935,423	$ 9,113
Investments	4,261,907	441	—	4,262,348
Receivables—Other	62,241	319,733	319,733	62,241
Due from other funds	1,660,908	685,317	555,629	1,790,596
Total Assets	$ 5,993,202	$1,941,881	$1,810,785	$ 6,124,298
Liabilities				
Accounts payable	$ 5,993,202	$ 495,890	$ 364,794	$ 6,124,298
Total Liabilities	$ 5,993,202	$ 495,890	$ 364,794	$ 6,124,298
UNIVERSITY OF MEDICINE AND DENTISTRY OF NEW JERSEY GRANT FUND				
Assets				
Cash	$ 14,079	$ 926,219	$ 921,921	$ 18,377
Investments	296,530	92	—	296,622
Receivables—Other	3,788	3,788	3,788	3,788
Due from other funds	65,481	908,645	903,794	70,332
Total Assets	$ 379,878	$1,838,744	$1,829,503	$ 389,119
Liabilities				
Accounts payable	$ 379,878	$ 27,369	$ 18,128	$ 389,119
Total Liabilities	$ 379,878	$ 27,369	$ 18,128	$ 389,119
UNIVERSITY OF MEDICINE AND DENTISTRY OF NEW JERSEY GRANT FUND "B"				
Assets				
Cash	$ 2,991	$1,769,256	$1,627,104	$ 145,143
Due from other funds	4,010,313	1,225,067	1,069,101	4,166,279
Total Assets	$4,013,304	$2,994,323	$2,696,205	$4,311,422
Liabilities				
Accounts payable	$4,013,304	$ 981,121	$ 683,003	$4,311,422
Total Liabilities	$4,013,304	$ 981,121	$ 683,003	$4,311,422

STATE OF NEW JERSEY
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 1988

	Balance July 1, 1987	Additions	Deductions	Balance June 30, 1988
WASTEWATER TREATMENT TRUST FUND				
Assets				
Cash	$ 100	$ 76,287,976	$ 76,288,076	$ —
Investments	19,329,252	24,074,853	35,104,105	8,300,000
Receivables—Other	377,993	357,869	674,456	61,406
Due from other funds	14,605,349	26,010,900	40,509,414	106,835
Total Assets	$ 34,312,694	$ 126,731,598	$ 152,576,051	$ 8,468,241
Liabilities				
Accounts payable	$ 34,277,955	$ 728,883	$ 26,546,526	$ 8,460,312
Due to other funds	34,739	7,929	34,739	7,929
Total Liabilities	$ 34,312,694	$ 736,812	$ 26,581,265	$ 8,468,241
TOTAL—ALL AGENCY FUNDS				
Assets				
Cash	$ 38,979,568	$ 86,866,368,471	$ 86,879,448,292	$ 25,899,747
Investments	17,333,805,917	64,714,885,596	61,998,248,478	20,050,443,035
Receivables—Other	201,621,100	1,223,156,123	1,182,088,394	242,688,829
Due from other funds	293,222,363	4,600,711,957	4,461,841,204	432,093,116
Total Assets	$17,867,628,948	$157,405,122,147	$154,521,626,368	$20,751,124,727
Liabilities				
Accounts payable	$ 447,284,938	$ 503,810,507	$ 164,131,465	$ 786,963,980
Due to other funds	16,320,185,009	18,172,771,473	15,954,636,553	18,538,319,929
Advances from other funds	799,187	—	85,112	714,075
Other	1,034,492,401	2,610,448,076	2,301,162,386	1,343,778,091
Deferred compensation payable	64,867,413	29,158,940	12,677,701	81,348,652
Total Liabilities	$17,867,628,948	$ 21,316,188,996	$ 18,432,693,217	$20,751,124,727

EXPENDABLE TRUST FUNDS

Alternate Benefit Long-Term Disability Fund

This Fund was established on October 1, 1986. It is an employer-funded, expendable trust fund for long-term disability. Benefits will be paid to those members of the Alternate Benefit Programs Fund who have been disabled for two years or more since October 1, 1986.

Community Development Bond Fund (P.L. 1981, c.486)

An amount of $85,000,000 was authorized to capitalize the New Jersey Local Development Financing Fund and to provide support for the revitalization, development and creation of urban industrial parks in the communities. $45,000,000 is allocated to capitalize the New Jersey Local Development Financing Fund. $30,000,000 is allocated for low-interest loans and grants to counties, municipalities, and other entities for assisting capital construction projects which will aid in the revitalization of distressed urban areas and in the promotion of the economic and social development of older central commercial districts of rural and developing communities. The remaining $10,000,000 is allocated to provide financial assistance for the creation and development of urban industrial parks.

Dental Expense Program Fund (N.J.S.A. 52:14-17.29)

This program is available to most State employees who are eligible to participate in the State health benefits program for themselves and their dependents. The cost is borne jointly by the State and the employee. The employee may select either the traditional insurance coverage with an insurance carrier or enrollment in one of the participating dental plan organizations. Under the traditional insurance coverage, each year the covered employee and dependents must satisfy the specified deductible, after which the insurance will pay 80% of the additional eligible charges incurred during that particular year. The dental plan organizations provide prepaid plans where the payroll deductions cover all eligible services except for specified co-payments.

Emergency Services Fund (N.J.S.A. 52:14E-5)

This Fund was established in 1972 to reimburse municipalities or counties for damage or excess costs as a result of an emergency. Payments must be certified by the Governor's Advisory Council and approved by the Governor.

Fund For Support Of Free Public Schools (N.J.S.A. 18A:56-1)

This Fund was formerly known as "The School Fund." The constitution of 1844 provided that such funds for the support of free schools remain a perpetual fund (Article VII, Section IV, Paragraph 2). The accounting for the moneys deposited and expended is recorded by the use of two funds: i.e., School Fund—Income Account, and School Fund—Investment Account.

The School Fund—Income Account consists of rents received on leased riparian lands of the State, licenses, and fees related to such lands, and the income from earnings on investment. The income is appropriated by the Annual Appropriations Act for the support of free public schools. The income of the Fund is then transferred to the General Fund in support of such appropriations.

The School Fund—Investment Account is utilized for the proceeds of the sale of riparian lands of the State which are held and reserved as a perpetual fund. Moneys reserved may be used to purchase bonds of a school district, issued for school purposes after December 4, 1958, from the bondholders or to pay to such bondholders the interest due thereon when such school district has certified to the Commissioner of Education and the Director of Local Government Services its inability to meet the payments.

P.L. 1980, c.72 enacted on July 16, 1980, known as the "New Jersey School Bond Reserve Act," provides for the establishment of a School Bond Reserve within the School Fund, in an amount equal to at least 1½% of the aggregate issued and outstanding bonded indebtedness of counties, municipalities or school districts for school purposes, exclusive of bonds the debt service for which is provided by state appropriations.

Health Benefits Program Fund (N.J.S.A. 52:14-17.25 et seq.)

This program provides basic health services for employees of State and local governments. Employees may enroll in either a traditional plan with the insurance carrier or a health maintenance organization (HMO) plan. The traditional coverage includes basic and extended hospital benefits, basic and extended medical-surgical benefits, major medical benefits, and for employees between the ages of 65 and 69, the option to select from the traditional program for coverage or the Federal Medicare Program. An HMO provides employees with a wider range of preventive health care. It contemplates less hospitalization and greater use of outpatient facilities. In addition to a prepaid fixed monthly premium, the employee or dependent may be required to pay a small charge when visiting the HMO facility. This plan also provides for hospital services, skilled nursing and home health care treatment.

Higher Education Assistance Fund (N.J.S.A. 18A:72-8)

This Fund accounts for the guaranteed loans made by financial institutions to assist qualified persons in meeting the costs of higher education in certain educational institutions. Defaulted loans are purchased from the financial institutions. A direct loan program was subsequently added to the Fund activities.

Motor Vehicle Liability Security Fund (N.J.S.A. 39:6-94)

Moneys credited from receipts of insurers authorized to deal in vehicle liability insurance for New Jersey motor vehicles is deposited in this Fund. The Act provides for the payment of remaining benefits payable in the event of insolvency of the insurer.

Motor Vehicle Security-Responsibility Fund (N.J.S.A. 39:6-30.1)

Security deposits made by motorists not having the required minimum motor vehicle insurance coverage in the State, who have been involved in a motor vehicle accident resulting in bodily injury or death and/or property damage, are recorded in this Fund. The deposits may be disbursed in satisfaction of judgments rendered and/or the return to motorist of such unused portion upon release of liability.

Mutual Workers' Compensation Security Fund (N.J.S.A. 34:15-112)

Moneys received from assessments levied against mutual and stock insurance carriers writing workers' compensation insurance in the State are deposited in this Fund. Payments from the Mutual or Stock Workers' Compensation Fund are made to persons entitled to receive workers' compensation when a mutual or stock carrier is determined to be insolvent.

New Home Warranty Security Fund (N.J.S.A. 46:3B-7)

Moneys received from participating builders of dwellings not previously occupied, excluding those constructed solely for lease, are deposited in this Fund. Payments are authorized by approved claims of owners for defects in new homes covered by the new home warranty.

New Jersey Federal-State Rural Rehabilitation Fund (N.J.S.A. 52:18A-1 et seq.)

This Fund was established to receive moneys from the Federal government previously accounted for by the Department of Agriculture. The moneys are available for loans to farmers in New Jersey.

New Jersey Insurance Development Fund (N.J.S.A. 17:37A-18)

Receipts derived from a surcharge on all basic property insurance premiums paid for insurance policies written in the State, collected by the insurer, and remitted to the State are deposited in this Fund. Payments from the Fund reimburse any insurer or the New Jersey Insurance Underwriting Association for losses sustained. The reimbursement in any given calendar year shall not, however, exceed 5 percent of the insurance premiums written on essential property insurance in the State in the most recent full calendar year.

Prescription Drug Program Fund (N.J.S.A. 52:14-17.29)

This program helps meet the cost of drugs prescribed for eligible employees and their dependents for use outside of hospitals, nursing homes or other institutions. Included are those drugs which, as required by Federal law, can be dispensed only upon a written prescription order by a physician. The program covers the full cost of a prescription item dispensed by a licensed participating pharmacy, less a co-payment charge for each eligible prescription and prescription refill. All full-time State employees are eligible to enroll for coverage in the program without cost to the employee.

Real Estate Guaranty Fund (N.J.S.A. 45:15-34)

Moneys received from additional fees on annual licenses of real estate brokers and real estate salesmen are deposited in this Fund. Claim payments, as certified by court orders, are made to persons aggrieved by the embezzlement, conversion, or unlawful obtaining of money or property by a licensed real estate broker or a real estate salesman, or an unlicensed employee of a real estate broker.

Salem Municipal Port Authority Assistance Fund (P.L. 1987, c.51)

An appropriated amount of $1,700,000 has been established for the purpose of making a loan to the City of Salem Municipal Port Authority to be used for the payment of the principal on a bond issued by the Authority on December 31, 1985, which is entitled "City of Salem Municipal Port Authority Port Development Bond Series of 1985."

State Disability Benefit Fund (N.J.S.A. 43:21-46a)

Deposits from contributions of workers and employers who are subject to the contribution section on taxable wages under the unemployment compensation law of the State; and from special assessments, fines, penalties, and investment earnings are recorded in the Fund. Payments from the Fund may be made to persons entitled to disability benefits and benefits not covered by the Workers' Compensation Law, for authorized refunds of contributions and for administrative expenses.

Stock Workers' Compensation Security Fund (N.J.S.A. 34:15-105)

See Mutual Workers' Compensation Security Fund.

Unclaimed Bank Deposits Escheat Reserve Fund (N.J.S.A. 17:9-25b)

This Fund accounts for moneys received from banks located within the State, representing unclaimed balances of depositors' deposits which, after ten years, are escheatable to the State. Seventy-five percent of the receipts are escheated to the General Fund of the State. The remaining twenty-five percent is retained in the Fund. Earnings on the investment of the moneys of the Fund inure to the credit of the Fund.

Payments from the Fund are authorized for (a) payment of the seventy-five percent that escheats to the General Fund of the State; (b) payments of claims submitted and approved of the principal amounts escheated; and (c) payment of expenses and costs incurred by the State Treasurer and the Attorney General for administrative purposes.

Unclaimed Domestic Life Insurance Escheat Reserve Fund (N.J.S.A. 17B:31-7)

This Fund accounts for any unclaimed moneys received from the insurance companies authorized to write life insurance in the State, due and payable to any person entitled and which has remained unclaimed after a five-year period. Seventy-five percent of the receipts are escheated to the General Fund. The remaining twenty-five percent, if still unclaimed, escheats to the General Fund after five additional years.

Payments from the Fund are authorized to transfer those amounts escheatable to the General Fund and for the payment of any approved claim to or in behalf of any person entitled to receive the same. Earnings on any funds invested are also authorized to be transferred to the General Fund.

Unclaimed Personal Property Trust Fund (N.J.S.A. 2A:37-41)

Amounts received by the State from holders of personal property, presumed abandoned, due and payable to owners of last known address but unclaimed for various past successive years, are received into this Fund. Seventy-five percent of such amounts are escheated to the General Fund when received. The remaining twenty-five percent is retained in the Fund for five years. Payments from the Fund are authorized for loans by legislation as enacted by the Legislature and approved by the Governor. Payments of claims presented by the owner are made after approval by the State Treasurer. The balance of the twenty-five percent retained for the five-year period which has not been claimed by the owners is then escheatable to the General Fund. Amounts representing unclaimed pensions do not escheat to the State. Such amounts escheat back to the respective pension fund from where payable. Should any claim approved for payment exceed the balance of moneys available herein, the difference is payable out of unappropriated funds of the General Fund.

Unemployment Compensation Fund (N.J.S.A. 43:21-9a)

This Fund accounts for moneys deposited from contributions of employers and employees for unemployment compensation, amounts credited or advances made by the Federal government and amounts received herein from any other source.

After consideration is given to any claim for refund of overpayment of contributions, the remainder is transferred by the Division of Employment Security to the Treasurer of the United States for credit to the State of New Jersey Unemployment Compensation Fund and held by the Treasurer of the United States in the State of New Jersey Unemployment Trust Fund. Drawdowns against the State of New Jersey Unemployment Trust Fund are made by requests submitted to the Treasurer of the United States by the Division of Employment Security on an as-need basis, which amounts are transferred back to the Unemployment Compensation Fund and are then disbursed by the Division of Employment Security to persons entitled to receive unemployment benefits.

Any shortfall in the Unemployment Compensation Fund needed to pay benefits is covered by Federal statutes which authorize advances from the Federal government for unemployment benefits. Such advances are repayable by increased rates on federally taxable wages reported by New Jersey employers, or the advances may be repaid out of the Fund assets at any time by the Governor.

University Of Medicine And Dentistry Of New Jersey—Self-Insurance Reserve Fund (N.J.S.A. 52:18A-1 et seq.)

This Fund is established by a trust agreement between the State and the University of Medicine and Dentistry to cover malpractice claims against the hospitals and the University. Fund deposits are managed by the Division of Investment with earnings increasing the Fund. This insurance is required by the New Jersey Health Care Facilities Financing Authority for protection of the Authority's bondholders.

Unsatisfied Claim And Judgment Fund (N.J.S.A. 39:6-61)

Receipts from insurance companies, as assessed by the Director of the Division of Motor Vehicles, recoveries of judgments entered against uninsured motorists, and amounts credited from earnings on investments are deposited in this Fund.

Payments are authorized for approved claims to entitled persons resulting from bodily injury, death, and/or damage to property up to specified maximum amounts, exclusive of interest and costs. In addition, payments of no-fault benefits on hit and run and non-insured cases resulting in bodily injury caused by an accident involving a motor vehicle are likewise authorized. Payments are made for amounts of medical

expense benefits which exceed the maximum allowable amount payable for medical expense coverage under the no-fault provision of the New Jersey Automobile Reparation Reform Act. Administrative expenses are also payable as are approved refunds of excess recoveries on judgments.

Veterans' Guaranteed Loan Fund (N.J.S.A. 38:23B-5)

This Fund accounts for funds that guarantee bank loans to certain war veterans. Upon request by the lending bank, a loan to a veteran on which principal is unpaid thirty days after date of maturity or on which installments are more than three months in arrears, together with any unpaid accrued interest, may be purchased by the Fund upon approval of the Veterans' Loan Authority. The Authority thereupon assumes the responsibility for the collection of the defaulted loan and any accrued interest thereon that has been purchased from the bank by the Fund. Receipts are applied against the principal and/or interest of the defaulted loan. Payments from the Fund are also authorized for all administrative expenses.

Wage And Hour Trust Fund (N.J.S.A. 34:11-57)

The purpose of this Fund is to account for the receipt of moneys from employers due to employees who have been awarded a wage or salary adjustment under one of the four wage and hour laws. Once a case against the employer has been completed, payment is then made to the respective payee.

PENSION TRUST FUNDS

Central Pension Fund

This Fund administers a series of noncontributory pension acts. No reserves are established for the payment of retirement benefits. These benefits are funded on a pay-as-you-go basis in accordance with the governing statute and the rules and regulations of the State House Commission. The unfunded actuarial liability has not been determined.

Consolidated Police And Firemen's Pension Fund (N.J.S.A. 43:16)

This Fund was established to place 212 local police and firemen pension funds on an actuarial basis. The membership consists of policemen and firemen appointed prior to July 1, 1944. The liabilities of these local funds were shared: two-thirds by the participating counties and municipalities and one-third by the State.

Judicial Retirement System (N.J.S.A. 43:6A)

This system provides pension benefits to members of the State judiciary. The system is maintained on an actuarial reserve basis.

Police And Firemen's Retirement System (N.J.S.A. 43:16A)

All police and firemen, appointed after June 1944 in municipalities where local police and firemen pension funds existed or where this system was adopted by referendum or resolution, are required to become members of this system. Certain state and county employees are also covered. Employer obligations are paid by the local employers and the State. This Fund is maintained on an actuarial reserve basis.

Prison Officers' Pension Fund (N.J.S.A. 43:7)

This is a closed system for certain employees of State penal institutions and is funded on a pay-as-you-go basis.

Public Employees' Retirement System (N.J.S.A. 43:15A)

Most public employees in New Jersey, not required to become members of another contributory retirement program, are required to enroll in this system. The retirement benefits of this system are coordinated, but not integrated, with social security. This Fund is maintained on an actuarial reserve basis.

State Police Retirement System (N.J.S.A. 53:5A)

This system was created in July 1965 as successor to the State Police Retirement and Benevolent Fund. All uniformed officers and troopers of the Division of State Police in the New Jersey Department of Law and Public Safety are required to enroll. This system is maintained on an actuarial reserve basis.

Supplemental Annuity Collective Trust (N.J.S.A. 52:18A-110)

Any active, contributing member of the several State-administered retirement systems may enroll in this program. Members agree to make voluntary additional contributions through their pension funds to purchase variable retirement annuities in order to supplement the benefits provided by their basic system. Some employers agree to purchase tax-sheltered annuities for the same purpose for certain eligible public employees.

Teachers' Pension And Annuity Fund (N.J.S.A. 18A:66)

Most employees in every school district in the State and in the county vocational schools, as well as certain employees in the State Department of Education, are members of this Fund. The system of retirement benefits is coordinated, but not integrated, with social security. The Fund is maintained on an actuarial reserve basis.

NON-EXPENDABLE TRUST FUND

State Of New Jersey—Tischler Memorial Fund (N.J.S.A. 52:18A-1 et seq.)

This Fund was established under the authority of the State Treasurer in accordance with the terms of a bequest to the State of New Jersey; the principal amount of the Fund is to be invested in a prudent manner and

the income from such investment is to be used for library materials.

AGENCY FUNDS

Alternate Benefit Programs Fund (N.J.S.A. 18A:66-167 et seq.)

The Alternate Benefit Programs were established for full-time faculty members of public institutions of higher education. All eligible faculty members were permitted to transfer their interests in State retirement systems to these programs. Participants have the option to provide for their pensions through fixed annuities underwritten by the Teachers Insurance and Annuity Association (TIAA) or variable annuities purchased through the College Retirement Equities Fund (CREF). The minimum contribution by employees is 5% of their base salary, and the State will contribute a flat rate of 8% of base salary. Almost immediate vesting is available to those participating in the Alternate Benefit Programs.

Common Pension Fund "A" (N.J.S.A. 52:18A-90.1)
Common Pension Fund "B" (N.J.S.A. 52:18A-90.1)

The Division of Investment is authorized to establish, maintain and operate common trust funds. Pension deposits from various funds are transferred for investment purposes to these common pension funds. Funds representing original sums plus accumulated earnings are then returned to the Division of Pensions and credited to the respective pension funds.

General Trust Fund (N.J.S.A. 52:18-25.2b)

The principal amount of bonds and coupons unredeemed over two years are withdrawn from bank accounts and deposited in this Fund for investment. When presented for payment, these overdue bonds and coupons are redeemed from this Fund.

Luxury Tax Fund (N.J.S.A. 40:48-8.30a(B)

This Fund accounts for revenues collected under the provisions of the Luxury Tax Fund Act. The Act amends existing statutes wherein Atlantic City imposes a tax on certain sales and services. A portion of these tax revenues are dedicated to the payment of debt service on bonds issued for construction of Convention Hall facilities, debt service on bonds issued for low and moderate income housing, subsidization of Convention Center operating budget deficits and providing housing opportunities for low and moderate income families.

Luxury Tax Development Fund (N.J.S.A. 40:48-8.30a(B))

The Fund was established for the deposit of Luxury Tax revenues in excess of statutory requirements. Development funds are dedicated for various housing projects in Atlantic City.

New Jersey State Employees' Deferred Compensation Plan (N.J.S.A. 52:18A-164)

This Func represents the activity of the deferred compensation plan by which amounts contributed by participating employees are invested through various investment options. Included in the Fund are those amounts contributed by participants through payroll withholding, plus investment earnings and appreciation in asset values related to those moneys.

Outstanding Checks Account (N.J.S.A. 52:18-25.1)

Amounts withdrawn from state demand bank accounts, over which the State Treasurer has custody and control, which represent outstanding and unpaid checks over one year old are deposited in this Fund. These amounts are held until (a) the outstanding check is presented for payment, or (b) the check is outstanding for a period of six years, in which case the amount is transferred to the General Fund.

Pension Adjustment Fund (N.J.S.A. 43:3B)

This Fund covers all eligible pensioners of the State-administered retirement systems. This Fund provides cost-of-living allowances for retirees of the pension trust funds. The statutes provide that payments are contingent upon annual appropriation by the Legislature. This Fund is funded on a pay-as-you-go basis.

Resource Recovery Investment Tax Fund (P.L. 1985, c.38)

Receipts generated by the investment tax and waste importation tax plus any interest earned thereon, levied upon all owners or operators of sanitary landfill facilities who accept solid waste for disposal, are deposited in this Fund. The revenues are then allocated to counties based on statutory regulations.

Rutgers Medical School—Restricted Fund (N.J.S.A. 52:18A-1 et seq.)

The Division of Investment is permitted to establish, maintain, and operate one or more common trust funds. Moneys in the above Fund, formerly held and maintained by Rutgers University, were turned over to the State for investment management purposes and are returnable, together with the investment earnings, to the University.

School Building Aid—Capital Reserve Fund (N.J.S.A. 18:10-29.54)

This is a building aid reserve fund for each school district having funds on deposit as of September 1975. Deposits as of that date, together with amounts credited from investment earnings to each school district, may be disbursed for: (1) principal and interest payments to holders of bonds issued by the school district after the effective date of the act, when such school district has certified to the Commissioner of Education and the Director of the Division of Local Government Services its inability to meet the payments thereof; (2)

payments to the school district up to the balance of the credit of such school district, to the extent that such withdrawal is anticipated as revenue in the school district budget for the current year, or withdrawn for capital purposes authorized by ordinance or by vote of the electors of the school district.

Solid Waste Services Tax Fund (P.L. 1985, c.38)

Receipts generated by the solid waste services tax plus any interest earned thereon, levied upon all owners or operators of sanitary landfill facilities who accept solid waste for disposal, are deposited in this Fund. The revenues are then allocated to provide state aid to counties.

State Lottery Agency Fund (N.J.S.A. 5:9-21)

The present value of obligations for future installment payments of lottery prizes funded by the purchase of deposit fund contracts are accounted for in this Fund.

State Of New Jersey Cash Management Fund (N.J.S.A. 52:18A-90.4)

This is a common trust fund to consolidate moneys for investments. Various bond funds, trust funds, and agency funds are used to purchase units of value in the State of New Jersey Cash Management Fund. The law also permits participation in the Fund by municipalities, counties, school districts, or any other public body corporate and politic.

University Of Medicine And Dentistry Of New Jersey Construction Grant Fund (N.J.S.A. 52:18A-1 et seq.)

University Of Medicine And Dentistry Of New Jersey Endowment Fund (N.J.S.A. 52:18A-1 et seq.)

University Of Medicine And Dentistry Of New Jersey Endowment Fund "B" (N.J.S.A. 52:18A-1 et seq.)

University Of Medicine And Dentistry Of New Jersey Grant Fund (N.J.S.A. 52:18A-1 et seq.)

University Of Medicine And Dentistry Of New Jersey Grant Fund "B" (N.J.S.A. 52:18A-1 et seq.)

Moneys in these funds formerly managed by the University of Medicine and Dentistry were turned over to the State for investment management purposes. The funds plus earnings are returnable to the University.

Wastewater Treatment Trust Fund (P.L. 1985, c.329)

This program was enacted under the Wastewater Treatment Bond Act which authorized the sale of $190,000,000 in State bonds to provide financial assistance to local government units for the construction of wastewater treatment systems. Of the total amount authorized, $40,000,000 is to be deposited in the Wastewater Treatment Trust Fund and paid to the Wastewater Treatment Trust, an authority established pursuant to law. The Trust authorizes the use of these bond moneys to secure local debt and to secure revenue bonds or other debt issued by the Trust, the proceeds of which will be used to make loans or provide loan guarantees to local government units for the construction of wastewater treatment systems.

GENERAL FIXED ASSET ACCOUNT GROUP

STATE OF NEW JERSEY
SCHEDULE OF GENERAL FIXED ASSETS BY FUNCTION
JUNE 30, 1988

FUNCTION	Land	Land Improvements
Public safety and criminal justice	$ 7,232,125	$31,075,926
Physical and mental health	3,430,200	4,514,205
Educational, cultural and intellectual development	2,303,650	806,487
Community development and environmental management	187,728,220	299,091
Economic planning, development and security	942,286	59,757
Transportation programs	974,798	3,798,935
Government direction, management and control	3,662,409	780,360
Special government services	—	—
Total General Fixed Assets Allocated to Functions	$206,273,688	$41,334,761

Buildings and Improvements	Machinery and Equipment	Construction in Progress	Total
$349,725,412	$ 29,096,044	$ —	$ 417,129,507
168,423,020	13,324,453	26,260,489	215,952,367
31,364,000	6,574,922	—	41,049,059
104,684,464	10,162,835	—	302,874,610
37,667,806	9,556,288	11,695,801	59,921,938
48,640,178	51,100,674	—	104,514,585
102,510,408	111,002,473	16,560,424	234,516,074
—	616,432	—	616,432
$843,015,288	$231,434,121	$54,516,714	$1,376,574,572

GENERAL LONG-TERM DEBT ACCOUNT GROUP

STATE OF NEW JERSEY
STATEMENT OF OUTSTANDING BONDS
JUNE 30, 1988

	ACT OF	AUTHORIZED
Beaches and Harbors	1977	$ 30,000,000
Clean Waters	1976	120,000,000
Community Development	1982	85,000,000
Correctional Facilities Construction	1982	170,000,000
Correctional Facilities Construction	1987	198,000,000
Emergency Flood Control	1978	25,000,000
Energy Conservation	1980	50,000,000
Farmland Preservation	1981	50,000,000
Hazardous Discharge	1981	100,000,000
Hazardous Discharge	1986	200,000,000
Higher Education Construction	1971	155,000,000
Highway Improvement	1930	58,000,000
Human Services Facilities Construction	1984	60,000,000
Institutional Construction	1978	100,000,000
Institutions Construction	1976	80,000,000
Jobs, Science and Technology	1984	90,000,000
Medical Education Facilities	1977	120,000,000
Natural Resources	1980	145,000,000
New Jersey Bridge Rehabilitation and Improvement	1983	135,000,000
New Jersey Green Acres	1983	135,000,000
New Jersey Green Acres Cultural Centers and Historic Preservation	1987	100,000,000
New Jersey Institutions Construction	1964	50,000,000
Pinelands Infrastructure Trust	1985	30,000,000
Public Building Construction	1968	337,500,000
Public Purpose Buildings Construction	1980	159,000,000
Refunding Bonds	1985	505,630,000
Resource Recovery and Solid Waste Facility	1985	85,000,000
Shore Protection	1983	50,000,000
State Facilities for Handicapped	1973	25,000,000
State Higher Education Construction	1964	40,100,000
State Housing Assistance	1968	12,500,000
State Institution Construction	1960	40,000,000
State Land Acquisition and Development	1978	200,000,000
State Mortgage Assistance	1976	25,000,000
State Recreation and Conservation Land Acquisition	1961	60,000,000
State Recreation and Conservation Land Acquisition	1971	80,000,000
State Recreation and Conservation Land Acquisition and Development	1974	200,000,000
State Transportation	1968	640,000,000
Transportation Rehabilitation and Improvement	1979	475,000,000
Wastewater Treatment	1985	190,000,000
Water Conservation	1969	271,000,000
Water Development	1958	45,850,000
Water Supply	1981	350,000,000
TOTAL		$6,077,580,000

UNISSUED	RETIRED	OUTSTANDING
$ —	$ 12,815,000	$ 17,185,000
9,000,000	36,420,000	74,580,000
59,600,000	4,185,000	21,215,000
—	32,630,000	137,370,000
198,000,000	—	—
11,000,000	5,800,000	8,200,000
27,000,000	5,040,000	17,960,000
40,000,000	2,000,000	8,000,000
100,000,000	—	—
200,000,000	—	—
—	84,000,000	71,000,000
—	57,460,000	540,000
42,000,000	1,130,000	16,870,000
—	70,100,000	29,900,000
—	36,740,000	43,260,000
41,000,000	1,290,000	47,710,000
—	32,000,000	88,000,000
53,000,000	31,045,000	60,955,000
40,000,000	7,365,000	87,635,000
82,000,000	11,580,000	41,420,000
100,000,000	—	—
—	48,200,000	1,800,000
30,000,000	—	—
—	183,200,000	154,300,000
14,395,000	52,425,000	92,180,000
—	49,540,000	456,090,000
85,000,000	—	—
12,000,000	3,465,000	34,535,000
—	22,300,000	2,700,000
—	39,600,000	500,000
—	8,000,000	4,500,000
—	38,000,000	2,000,000
45,000,000	92,450,000	62,550,000
—	10,530,000	14,470,000
—	56,000,000	4,000,000
—	38,950,000	41,050,000
5,000,000	110,210,000	84,790,000
—	349,900,000	290,100,000
20,000,000	178,905,000	276,095,000
107,000,000	—	83,000,000
40,000,000	129,500,000	101,500,000
—	45,850,000	—
204,400,000	15,735,000	129,865,000
$1,565,395,000	$1,904,360,000	$2,607,825,000

STATE OF NEW JERSEY
STATEMENT OF CHANGES IN GENERAL LONG-TERM DEBT
ACCOUNT GROUP
FOR THE FISCAL YEAR ENDED JUNE 30, 1988

	ACT OF	OUTSTANDING JULY 1, 1987
Beaches and Harbors	1977	$ 18,490,000
Clean Waters	1976	78,930,000
Community Development	1982	21,970,000
Correctional Facilities Construction	1982	141,430,000
Emergency Flood Control	1978	8,800,000
Energy Conservation	1980	18,825,000
Farmland Preservation	1981	8,650,000
Higher Education Construction	1971	79,900,000
Highway Improvement	1930	800,000
Human Services Facilities Construction	1984	17,660,000
Institutional Construction	1978	32,075,000
Institutions Construction	1976	45,380,000
Jobs, Science and Technology	1984	47,985,000
Medical Education Facilities	1977	92,000,000
Natural Resources	1980	64,895,000
New Jersey Bridge Rehabilitation and Improvement	1983	88,775,000
New Jersey Green Acres	1983	43,645,000
New Jersey Institutions Construction	1964	5,400,000
Public Building Construction	1968	166,800,000
Public Purpose Buildings Construction	1980	99,175,000
Refunding Bonds	1985	478,875,000
Shore Protection	1983	35,055,000
State Facilities for Handicapped	1973	5,400,000
State Higher Education Construction	1964	3,300,000
State Housing Assistance	1968	5,000,000
State Institution Construction	1960	2,500,000
State Land Acquisition and Development	1978	6,000,000
State Mortgage Assistance	1976	5,010,000
State Recreation and Conservation Land Acquisition	1961	5,000,000
State Recreation and Conservation Land Acquisition	1971	46,230,000
State Recreation and Conservation Land Acquisition and Development	1974	90,220,000
State Transportation	1968	320,910,000
Transportation Rehabilitation and Improvement	1979	290,795,000
Wastewater Treatment	1985	83,000,000
Water Conservation	1969	112,805,000
Water Development	1958	1,000,000
Water Supply	1981	131,755,000
Capital Leases and Installment Obligations	—	641,929,866
TOTAL		$3,416,369,866

ADDITIONS	DEDUCTIONS	OUTSTANDING JUNE 30, 1988
$ —	$ 1,305,000	$ 17,185,000
—	4,350,000	74,580,000
—	755,000	21,215,000
—	4,060,000	137,370,000
—	600,000	8,200,000
—	865,000	17,960,000
—	650,000	8,000,000
—	8,900,000	71,000,000
—	260,000	540,000
—	790,000	16,870,000
—	2,175,000	29,900,000
—	2,120,000	43,260,000
—	275,000	47,710,000
—	4,000,000	88,000,000
—	3,940,000	60,955,000
—	1,140,000	87,635,000
—	2,225,000	41,420,000
—	3,600,000	1,800,000
—	12,500,000	154,300,000
—	6,995,000	92,180,000
—	22,785,000	456,090,000
—	520,000	34,535,000
—	2,700,000	2,700,000
—	2,800,000	500,000
—	500,000	4,500,000
—	500,000	2,000,000
—	3,450,000	62,550,000
—	540,000	14,470,000
—	1,000,000	4,000,000
—	5,180,000	41,050,000
—	5,430,000	84,790,000
—	30,810,000	290,100,000
—	14,700,000	276,095,000
—	—	83,000,000
—	11,305,000	101,500,000
—	1,000,000	—
—	1,890,000	129,865,000
129,404,282	238,747,284	532,586,864
$129,404,282	$405,362,284	$3,140,411,864

ENTERPRISE FUNDS

STATE OF NEW JERSEY
ENTERPRISE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 1988

	Hackensack Meadowlands Development Commission	New Jersey Building Authority	New Jersey Casino Reinvestment Development Authority
ASSETS			
CASH AND CASH EQUIVALENTS	$ 662,842	$ 105,649	$ 7,250
INVESTMENTS	105,350,797	32,663,105	96,489,700
RECEIVABLES, NET OF ALLOWANCES FOR UNCOLLECTIBLES			
Mortgages	—	—	—
Other	4,698,875	108,855,349	75,154,359
FIXED ASSETS, Net	11,004,646	37,578,501	86,918
OTHER ASSETS			
Due from intergovernmental agencies	20,511,520	—	—
Deferred charges	—	2,262,667	—
Amount to be provided for:			
Retirement of bonds	—	—	—
Other	1,684,809	—	—
Total Assets	$143,913,489	$181,465,271	$171,738,227
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable and accrued expenses	$ 76,204,012	$ 5,914,738	$113,138,361
Deferred revenue	3,325,920	—	30,195,840
Due to intergovernmental agencies	18,301,520	—	—
Advances from other funds	10,092,530	—	—
Other	165,275	32,493,443	24,608
Revenue bonds payable	—	120,585,000	24,923,996
Notes payable	3,504,007	—	—
Total Liabilities	111,593,264	158,993,181	168,282,805
FUND BALANCES			
Cost of investment in facilities	6,397,368	—	—
Reserved—Other	19,543,054	22,472,090	500,000
Unreserved—Undesignated	6,379,803	—	2,955,422
Total Fund Balances	32,320,225	22,472,090	3,455,422
Total Liabilities and Fund Balances	$143,913,489	$181,465,271	$171,738,227

New Jersey Economic Development Authority	New Jersey Educational Facilities Authority	New Jersey Expressway Authority	New Jersey Health Care Facilities Financing Authority
$58,559,385	$ 5,350,592	$ 5,891,909	$ 22,361,000
—	177,430,656	20,092,847	1,582,372,000
—	485,696,811	—	1,264,967,000
35,502,315	6,625,585	181,321	1,845,096,000
393,417	92,189	85,684,914	318,000
—	428,826	—	—
—	—	—	—
—	—	—	—
1,891,777	6,895,133	172,531	64,000
$96,346,894	$682,519,792	$112,023,522	$4,715,178,000
$ 781,856	$ 10,821,536	$ 2,045,310	$ 87,551,000
77,348	—	—	—
—	—	—	—
—	—	—	—
281,832	—	1,596,012	—
—	539,497,311	43,795,000	3,174,145,000
—	4,500,000	—	21,171,000
1,141,036	554,818,847	47,436,322	3,282,867,000
—	—	—	—
34,970,327	—	39,129,538	1,426,160,000
60,235,531	127,700,945	25,457,662	6,151,000
95,205,858	127,700,945	64,587,200	1,432,311,000
$96,346,894	$682,519,792	$112,023,522	$4,715,178,000

STATE OF NEW JERSEY
ENTERPRISE FUNDS
COMBINING BALANCE SHEET (Continued)
JUNE 30, 1988

	New Jersey Highway Authority	New Jersey Housing and Mortgage Finance Agency	New Jersey Sports and Exposition Authority
ASSETS			
CASH AND CASH EQUIVALENTS	$ 8,928,932	$ 14,325,000	$ 8,205,000
INVESTMENTS	172,727,081	816,648,000	94,603,000
RECEIVABLES, NET OF ALLOWANCES FOR UNCOLLECTIBLES			
Mortgages	—	2,009,758,000	—
Other	2,805,691	60,349,000	13,089,000
FIXED ASSETS, Net	1,041,601,073	284,000	400,149,000
OTHER ASSETS			
Due from intergovernmental agencies	5,252,154	1,448,000	—
Deferred charges	—	34,887,000	—
Amount to be provided for:			
Retirement of bonds	—	—	—
Other	1,790,347	32,888,000	6,811,000
Total Assets	$1,233,105,278	$2,970,587,000	$522,857,000
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable and accrued expenses	$ 32,701,438	$ 38,520,000	$ 33,029,000
Deferred revenue	3,395,300	579,000	—
Due to intergovernmental agencies	5,248,820	34,987,000	—
Advances from other funds	—	—	—
Other	26,303,808	161,976,000	7,700,000
Revenue bonds payable	414,940,000	2,402,109,000	395,095,000
Notes payable	50,000,000	17,975,000	14,814,000
Total Liabilities	532,589,366	2,656,146,000	450,638,000
FUND BALANCES			
Cost of investment in facilities	—	—	—
Reserved—Other	692,836,577	262,645,000	—
Unreserved—Undesignated	7,679,335	51,796,000	72,219,000
Total Fund Balances	700,515,912	314,441,000	72,219,000
Total Liabilities and Fund Balances	$1,233,105,278	$2,970,587,000	$522,857,000

New Jersey Transit Corporation	New Jersey Transportation Trust Fund Authority	New Jersey Turnpike Authority	New Jersey Wastewater Treatment Trust
$ 32,839,000	$ —	$ 19,160,040	$ 17,861,781
—	427,454,465	2,051,996,551	135,979,896
—	—	—	—
—	901,770	3,969,563	3,146,602
1,645,331,000	—	1,491,239,076	—
49,187,000	28,375,000	—	133,395,000
—	—	—	—
—	308,905,000	—	—
86,889,000	—	12,793,829	—
$1,814,246,000	$765,636,235	$3,579,159,059	$290,383,279
$ 111,615,000	$ 299,325	$ 95,330,150	$ 3,879,122
14,899,000	—	300,694	—
—	—	—	—
—	—	—	—
156,646,000	—	18,196,901	154,489
—	308,905,000	2,501,825,000	133,395,000
—	—	—	—
283,160,000	309,204,325	2,615,652,745	137,428,611
—	—	—	—
1,504,045,000	456,132,331	765,569,981	152,784,848
27,041,000	299,579	197,936,333	169,820
1,531,086,000	456,431,910	963,506,314	152,954,668
$1,814,246,000	$765,636,235	$3,579,159,059	$290,383,279

STATE OF NEW JERSEY
ENTERPRISE FUNDS
COMBINING BALANCE SHEET (Continued)
JUNE 30, 1988

	New Jersey Water Supply Authority	South Jersey Port Corporation	Total Enterprise Funds
ASSETS			
CASH AND CASH EQUIVALENTS	$ 40,407	$ 105,255	$ 194,404,042
INVESTMENTS	45,015,047	14,711,751	5,773,534,896
RECEIVABLES, NET OF ALLOWANCES FOR UNCOLLECTIBLES			
Mortgages	—	—	3,760,421,811
Other	965,236	2,860,747	2,164,201,413
FIXED ASSETS, Net	112,661,551	55,340,151	4,881,764,436
OTHER ASSETS			
Due from intergovernmental agencies	1,575,178	392,748	240,565,426
Deferred charges	—	—	37,149,667
Amount to be provided for:			
Retirement of bonds	—	—	308,905,000
Other	1,235,550	199,191	153,315,167
Total Assets	$161,492,969	$73,609,843	$17,514,261,858
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable and accrued expenses	$ 6,469,812	$ 3,526,666	$ 621,827,326
Deferred revenue	—	220,226	52,993,328
Due to intergovernmental agencies	94,903,433	392,748	153,833,521
Advances from other funds	—	—	10,092,530
Other	243,236	19,531,072	425,312,676
Revenue bonds payable	—	41,875,000	10,101,090,307
Notes payable	—	—	111,964,007
Total Liabilities	101,616,481	65,545,712	11,477,113,695
FUND BALANCES			
Cost of investment in facilities	—	—	6,397,368
Reserved—Other	8,075,460	6,386,771	5,391,250,977
Unreserved—Undesignated	51,801,028	1,677,360	639,499,818
Total Fund Balances	59,876,488	8,064,131	6,037,148,163
Total Liabilities and Fund Balances	$161,492,969	$73,609,843	$17,514,261,858

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STATE OF NEW JERSEY
ENTERPRISE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 1988

	Hackensack Meadowlands Development Commission	New Jersey Building Authority	New Jersey Casino Reinvestment Development Authority
REVENUES			
Charges for services and sales	$47,073,050	$ 7,442,014	$ 819,180
Mortgage interest	—	—	—
Investment income	2,091,423	3,962,871	2,974,853
Governmental subsidies and grants	4,710,000	5,000,000	—
Other	421,405	—	—
Total Revenues	54,295,878	16,404,885	3,794,033
EXPENSES			
Operations	69,347,591	—	801,572
Interest	116,655	7,802,196	959,943
Depreciation and amortization	1,495,634	—	6,318
Other	901,712	23,880	21,654
Total Expenses	71,861,592	7,826,076	1,789,487
Excess of Revenues Over Expenses	(17,565,714)	8,578,809	2,004,546
FUND BALANCE—Beginning of Year	49,959,828	13,893,281	96,966,712
Other fund balances changes	(73,889)	—	(95,515,836)
FUND BALANCE—End of Year	$32,320,225	$22,472,090	$ 3,455,422

New Jersey Economic Development Authority	New Jersey Educational Facilities Authority	New Jersey Expressway Authority	New Jersey Health Care Facilities Financing Authority
$ 1,358,901	$ 39,042,908	$23,622,939	$ 1,964,000
—	—	—	—
5,791,914	12,271,756	1,238,699	374,000
434,757	1,600,575	—	—
6,117,454	606,781	103,070	3,000
13,703,026	53,522,020	24,964,708	2,341,000
4,665,029	67,553,323	13,450,021	2,077,000
—	35,108,154	3,896,476	—
119,412	27,560	--	117,000
2,881,771	—	1,090,072	—
7,666,212	102,689,037	18,436,569	2,194,000
6,036,814	(49,167,017)	6,528,139	147,000
89,169,044	94,052,935	60,791,327	1,167,917,000
—	82,815,027	(2,732,266)	264,247,000
$95,205,858	$127,700,945	$64,587,200	$1,432,311,000

STATE OF NEW JERSEY
ENTERPRISE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCES (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 1988

	New Jersey Highway Authority	New Jersey Housing and Mortgage Finance Agency	New Jersey Sports and Exposition Authority
REVENUES			
Charges for services and sales	$124,423,714	$ 10,436,000	$178,720,000
Mortgage interest	—	184,511,000	—
Investment income	12,788,989	60,055,000	7,321,000
Governmental subsidies and grants	—	—	—
Other	842,061	1,093,000	—
Total Revenues	138,054,764	256,095,000	186,041,000
EXPENSES			
Operations	80,757,125	13,516,000	136,904,000
Interest	29,495,506	182,214,000	33,058,000
Depreciation and amortization	—	21,385,000	13,789,000
Other	—	2,629,000	2,124,000
Total Expenses	110,252,631	219,744,000	185,875,000
Excess of Revenues Over Expenses	27,802,133	36,351,000	166,000
FUND BALANCE—Beginning of Year	682,598,565	279,817,000	68,053,000
Other fund balances changes	(9,884,786)	(1,727,000)	4,000,000
FUND BALANCE—End of Year	$700,515,912	$314,441,000	$ 72,219,000

New Jersey Transit Corporation	New Jersey Transportation Trust Fund Authority	New Jersey Turnpike Authority	New Jersey Wastewater Treatment Trust
		—	
$ 290,580,000	$ 55,000,000	$ 189,585,442	$ —
—	—	—	—
—	27,726,875	14,501,432	8,551,772
254,660,000	146,000,000	—	26,929,000
44,943,000	124,859,909	3,505,325	131,093,450
590,183,000	353,586,784	207,592,199	166,574,222
		—	
537,635,000	220,124,129	114,047,182	365,619
—	11,620,140	46,660,300	7,335,396
83,689,000	—	—	—
36,032,000	70,561,077	25,923,373	5,987,732
657,356,000	302,305,346	186,630,855	13,688,747
(67,173,000)	51,281,438	20,961,344	152,885,475
1,355,933,000	405,150,472	1,020,979,332	69,193
242,326,000	—	(78,434,362)	—
$1,531,086,000	$456,431,910	$ 963,506,314	$152,954,668

STATE OF NEW JERSEY
ENTERPRISE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCES (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 1987

	New Jersey Water Supply Authority	South Jersey Port Corporation	Total Enterprise Funds
REVENUES			
Charges for services and sales	$ 8,876,502	$12,267,931	$ 991,212,581
Mortgage interest	—	—	184,511,000
Investment income	402,433	337,648	160,390,665
Governmental subsidies and grants	—	1,647,216	440,981,548
Other	299,417	1,858,186	315,746,058
Total Revenues	9,578,352	16,110,981	2,092,841,852
EXPENSES			
Operations	4,836,452	11,837,215	1,277,917,258
Interest	1,444,350	3,046,154	362,757,270
Depreciation and amortization	1,957,194	—	122,586,118
Other	—	—	148,176,271
Total Expenses	8,237,996	14,883,369	1,911,436,917
Excess of Revenues Over Expenses	1,340,356	1,227,612	181,404,935
FUND BALANCE—Beginning of Year	54,681,920	6,836,519	5,446,869,128
Other fund balances changes	3,854,212	—	408,874,100
FUND BALANCE—End of Year	$59,876,488	$ 8,064,131	$6,037,148,163

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STATE OF NEW JERSEY
ENTERPRISE FUNDS
COMBINING STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 1988

	Hackensack Meadowlands Development Commission	New Jersey Building Authority	New Jersey Casino Reinvestment Development Authority
SOURCES OF FINANCIAL RESOURCES			
Operations:			
Excess of revenues over expenses	$(17,565,714)	$ 8,578,809	$ 2,004,546
Expenses not requiring current outlay of financial resources:			
Depreciation and amortization	1,495,634	—	6,318
Other	—	—	—
Total Sources of Financial Resources from Operations	(16,070,080)	8,578,809	2,010,864
Decrease in investments	—	14,241,216	—
Issuance of notes payable	—	—	—
Issuance of revenue bonds	—	103,760,000	24,855,988
Increase in deferred revenue	202,861	(8,326,945)	(8,948,802)
Increase in accounts payable and accrued expenses	55,967,843	—	112,422,585
Increase in other liabilities	2,350,803	32,493,443	(302,752)
Other, net	(73,889)	—	(95,515,836)
Total Sources of Financial Resources	42,377,538	150,746,523	34,522,047
USES OF FINANCIAL RESOURCES			
Increase in deferred charges	—	—	—
Increase in investments	63,597,579	—	5,957,771
Increase in receivables	(7,088,197)	96,427,675	28,797,102
Increase in other assets	4,803,251	(312,834)	(324,918)
Acquisition of fixed assets	111,005	(69,860,635)	93,236
Decrease in accounts payable and accrued expenses	—	7,926,572	—
Retirement of notes payable	4,530,666	—	—
Retirement of bonds	—	116,697,429	—
Total Uses of Financial Resources	65,954,304	150,878,207	34,523,191
Net Increase (Decrease) in Cash and Cash Equivalents	(23,576,766)	(131,684)	(1,144)
CASH AND CASH EQUIVALENTS Beginning of Year	24,239,608	237,333	8,394
CASH AND CASH EQUIVALENTS End of Year	$ 662,842	$ 105,649	$ 7,250

New Jersey Economic Development Authority	New Jersey Educational Facilities Authority	New Jersey Expressway Authority	New Jersey Health Care Facilities Financing Authority
$ 6,036,814	$ (49,167,017)	$ 6,528,139	$ 147,000
119,412	27,560	—	117,000
13,801	—	—	—
6,170,027	(49,139,457)	6,528,139	264,000
—	—	10,676,015	—
—	—	—	—
—	78,034,416	—	403,178,000
(101,958)	—	—	—
—	6,901,624	223,644	—
(1,197,795)	(279,809)	40,889	—
—	82,815,027	(2,732,266)	264,247,000
4,870,274	118,331,801	14,736,421	667,689,000
—	—	—	—
—	12,298,308	—	224,162,000
3,618,946	81,947,280	107,442	390,377,000
(2,246,064)	433,455	2,971	18,000
92,467	7,138	10,248,699	64,000
158,623	—	—	4,561,000
—	—	—	9,668,000
—	24,437,105	1,060,000	40,352,000
1,623,972	119,123,286	11,419,112	669,202,000
3,246,302	(791,485)	3,317,309	(1,513,000)
55,313,083	6,142,077	2,574,600	23,874,000
$58,559,385	$ 5,350,592	$ 5,891,909	$ 22,361,000

STATE OF NEW JERSEY
ENTERPRISE FUNDS
COMBINING STATEMENT OF CHANGES IN FINANCIAL POSITION (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 1988

	New Jersey Highway Authority	New Jersey Housing and Mortgage Finance Agency	New Jersey Sports and Exposition Authority
SOURCES OF FINANCIAL RESOURCES			
Operations:			
Excess of revenues over expenses	$ 27,802,133	$ 36,351,000	$ 166,000
Expenses not requiring current outlay of financial resources:			
Depreciation and amortization	—	21,385,000	13,789,000
Other	—	—	—
Total Sources of Financial Resources from Operations	27,802,133	57,736,000	13,955,000
Decrease in investments	65,772,471	102,298,000	—
Issuance of notes payable	50,000,000	—	3,334,000
Issuance of revenue bonds	—	262,175,000	—
Increase in deferred revenue	3,395,300	(433,000)	—
Increase in accounts payable and accrued expenses	—	—	3,259,000
Increase in other liabilities	5,240,499	102,000	(402,000)
Other, net	(9,884,786)	(1,727,000)	4,000,000
Total Sources of Financial Resources	142,325,617	420,151,000	24,146,000
USES OF FINANCIAL RESOURCES			
Increase in deferred charges	—	872,000	—
Increase in investments	—	—	9,792,000
Increase in receivables	(1,348,424)	(1,965,000)	317,000
Increase in other assets	3,879,383	(1,322,000)	(398,000)
Acquisition of fixed assets	132,244,248	47,000	10,564,000
Decrease in accounts payable and accrued expenses	2,818,544	2,712,000	—
Retirement of notes payable	—	—	4,603,000
Retirement of bonds	4,235,000	417,851,000	640,000
Total Uses of Financial Resources	141,828,751	418,195,000	25,518,000
Net Increase (Decrease) in Cash and Cash Equivalents	496,866	1,956,000	(1,372,000)
CASH AND CASH EQUIVALENTS Beginning of Year	8,432,066	12,369,000	9,577,000
CASH AND CASH EQUIVALENTS End of Year	$ 8,928,932	$ 14,325,000	$ 8,205,000

New Jersey Transit Corporation	New Jersey Transportation Trust Fund Authority	New Jersey Turnpike Authority	New Jersey Wastewater Treatment Trust
$ (67,173,000)	$ 51,281,438	$ 20,961,344	$152,885,475
83,689,000	—	—	—
—	—	—	—
16,516,000	51,281,438	20,961,344	152,885,475
—	—	42,473,045	—
—	—	—	—
—	125,000,000	2,000,000,000	133,395,000
(6,251,000)	—	12,963	—
8,811,000	—	72,000,000	3,773,794
46,334,000	—	3,954,028	154,489
242,326,000	—	(78,434,362)	—
307,736,000	176,281,438	2,060,967,018	290,208,758
—	—	—	—
—	47,864,157	—	135,979,896
—	(1,782,820)	(876,889)	3,146,602
14,137,000	61,916,666	1,573,775	133,395,000
263,239,000	—	57,925,877	—
—	411,685	—	—
—	—	—	—
—	67,875,000	2,001,000,000	—
277,376,000	176,284,688	2,059,622,763	272,521,498
30,360,000	(3,250)	1,344,255	17,687,260
2,479,000	3,250	17,815,785	174,521
$ 32,839,000	$ —	$ 19,160,040	$ 17,861,781

STATE OF NEW JERSEY
ENTERPRISE FUNDS
COMBINING STATEMENT OF CHANGES IN FINANCIAL POSITION (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 1988

	New Jersey Water Supply Authority	South Jersey Port Corporation	Total Enterprise Funds
SOURCES OF FINANCIAL RESOURCES			
Operations:			
Excess of revenues over expenses	$ 1,340,356	$ 1,227,612	$ 181,404,935
Expenses not requiring current outlay of financial resources:			
Depreciation and amortization	1,957,194	—	122,586,118
Other	38,738	—	52,539
Total Sources of Financial Resources from Operations	3,336,288	1,227,612	304,043,592
Decrease in investments	21,376,616	—	256,837,363
Issuance of notes payable	—	—	53,334,000
Issuance of revenue bonds	—	41,875,000	3,172,273,404
Increase in deferred revenue	—	71,637	(20,378,944)
Increase in accounts payable and accrued expenses	4,634,402	454,875	268,448,767
Increase in other liabilities	3,312,043	(128,480)	91,671,358
Other, net	3,854,212	—	408,874,100
Total Sources of Financial Resources	36,513,561	43,500,644	4,535,103,640
USES OF FINANCIAL RESOURCES			
Increase in deferred charges	—	—	872,000
Increase in investments	—	7,960,972	507,612,683
Increase in receivables	(253,511)	575,947	592,000,153
Increase in other assets	(723,202)	(87,555)	214,744,928
Acquisition of fixed assets	37,490,082	7,365,408	449,631,525
Decrease in accounts payable and accrued expenses	—	—	18,588,424
Retirement of notes payable	—	—	18,801,666
Retirement of bonds	—	28,595,000	2,702,742,534
Total Uses of Financial Resources	36,513,369	44,409,772	4,504,993,913
Net Increase (Decrease) in Cash and Cash Equivalents	192	(909,128)	30,109,727
CASH AND CASH EQUIVALENTS Beginning of Year	40,215	1,014,383	164,294,315
CASH AND CASH EQUIVALENTS End of Year	$ 40,407	$ 105,255	$ 194,404,042

Hackensack Meadowlands Development Commission (N.J.S.A. 13:17-5)

The Hackensack Meadowlands Development Commission is a body corporate and politic established within the Department of Community Affairs under the provisions of the Hackensack Meadowlands Reclamation and Development Act of 1968. Pursuant to the Act, the Commission is authorized and empowered to be the planning and zoning agency for the reclaiming, planning, development and redevelopment of the 19,730 acre Meadowlands District. The agency also has the responsibility to provide garbage disposal facilities for 118 communities in Bergen, Essex, Hudson and Passaic counties.

The District consists of waterways, tidal flow lands, woodlands, marsh and meadows contained within portions of 14 municipalities and two counties, Bergen and Hudson. Through the issuance, if needed, of tax-exempt bonds and notes, the Commission is able to raise needed funds.

New Jersey Building Authority (N.J.S.A. 52:18A-78.4)

The New Jersey Building Authority, created in 1981 as a body corporate and politic, is authorized to construct and rehabilitate office buildings and related facilities for use by State agencies. The Authority is authorized to issue bonds and notes to provide funds for the construction and rehabilitation projects. The debt service on the bonds will be paid through lease agreements with the State.

New Jersey Casino Reinvestment Development Authority (N.J.S.A. 5:12-153)

The Authority was created in 1984 to maintain public confidence in the casino gaming industry as a tool of urban redevelopment for the City of Atlantic City and to directly facilitate the redevelopment of blighted areas by providing eligible projects in which licensees (Casinos) can invest. The Authority encourages investment in, or financing of, projects which are made as part of a comprehensive plan to improve blighted areas or are targeted to benefit low through middle income residents. The Authority is also responsible for promoting the tourist industry in New Jersey, especially in Atlantic County.

New Jersey Economic Development Authority (N.J.S.A. 34:1B-4)

The New Jersey Economic Development Authority, created in 1974 as a public body corporate and politic, is authorized to arrange long-term, low-interest financing, and other forms of assistance to private firms and companies for the purpose of maintaining and expanding employment opportunities and enlarging the tax base of state and local governments in the State of New Jersey.

New Jersey Educational Facilities Authority (N.J.S.A. 18A:72A-4)

The New Jersey Educational Facilities Authority was established in 1966 to provide a means for New Jersey public and independent colleges and universities to construct additional facilities through the financial resources of a public authority empowered to sell tax-exempt notes and bonds. The Authority finances only revenue-producing facilities on public college campuses; but it is not so restricted for the independent institutions, and may finance academic buildings as well.

New Jersey Expressway Authority (N.J.S.A. 27:12C-5)

The New Jersey Expressway Authority, created in 1962 as a body corporate and politic, is authorized and empowered to acquire, construct, maintain, repair and operate Atlantic City Expressway projects at lawfully established locations and, with the prior approval of the Governor, and of either or both the State Treasurer and the Comptroller of the Treasury, to issue its bonds or notes for such purposes. The existing roadway serves as a link between the Philadelphia metropolitan area and the seashore counties bordering the Atlantic Ocean. The principal source of revenues for the Authority is the money received from expressway tolls.

New Jersey Health Care Facilities Financing Authority (N.J.S.A. 26:21-4)

The New Jersey Health Care Facilities Financing Authority, established in 1972 as a public body corporate and politic of the State, provides low-cost capital financing for the public and private not-for-profit health care institutions of the State.

New Jersey Highway Authority (N.J.S.A. 27:12B-4)

The New Jersey Highway Authority, created in 1952 as a body corporate and politic, is authorized to acquire, construct, operate, and maintain highway projects (specifically the toll portions of the Garden State Parkway) with the provision that the Governor shall have the right to veto any action, except collective bargaining; and that the approval of the Governor and State Treasurer or Comptroller shall be required prior to adoption of any bond resolution or revision of tolls. The Authority has also been responsible for construction and maintenance of the Garden State Arts Center.

New Jersey Housing And Mortgage Finance Agency (N.J.S.A. 55:14K-4)

The Housing and Mortgage Finance Agency (HMFA) makes mortgage and improvement loans to nonprofit and limited dividend sponsors for the construction or major rehabilitation of rental apartment housing for low and moderate-income families and senior citizens. In addition to providing financing, the Agency monitors and provides technical support in the planning, construction, and management of all developments in its portfolio. HMFA mortgage loan funds come from the sale of tax-exempt revenue bonds.

In promoting the availability of affordable homeownership financing, the Agency also provided low-interest mortgage and improvement loans to eligible residents throughout the State. Proceeds from the sale of tax-exempt mortgage revenue bonds enable the Agency to finance the purchase and improvement of one to four unit residences.

New Jersey Sports And Exposition Authority (N.J.S.A. 5:10-4)

The New Jersey Sports and Exposition Authority, established in 1971 as a public body corporate and politic with corporate succession, has been responsible for the financing, construction, and management of the Meadowlands Racetrack and Giants Stadium, both of which opened in 1976, and the Brendan Byrne Arena which opened in July, 1981. The Authority is charged with the responsibility for providing facilities in the Hackensack Meadowlands for athletic and entertainment events, trade shows and other expositions, and is authorized to issue bonds and notes and provides the terms and security thereof.

New Jersey Transit Corporation (N.J.S.A. 27:25-1)

New Jersey Transit Corporation (NJ TRANSIT) was created by the New Jersey Public Transportation Act of 1979 and is empowered to acquire, own, operate and contract for the operation of public transportation services.

NJ TRANSIT receives operating subsidies principally from the State of New Jersey by legislative appropriation and the Federal Government by defined formula grants under the Urban Mass Transportation Administration (UMTA). These government grants are used to support the operation of public transportation services.

NJ TRANSIT provides these services through the operation of bus and commuter rail subsidiaries. NJ TRANSIT also contracts with several motor bus carriers for certain transportation services. Under these contracts, NJ TRANSIT has the right to set fares and coordinate service levels and schedules. In addition, NJ TRANSIT contracts with the National Railroad Passenger Corporation (Amtrak) for the maintenance of certain NJ TRANSIT rolling stock and the use of Amtrak's northeast corridor, including propulsion costs and the cost of maintaining right-of-way.

New Jersey Transportation Trust Fund Authority (N.J.S.A. 27:1B-4)

The New Jersey Transportation Trust Fund Authority was created under the New Jersey Transportation Trust Fund Authority Act of 1984 to provide the payment for and financing of all, or a portion of, the costs incurred by the Department of Transportation for the planning, acquisition, engineering, construction, reconstruction, repair and rehabilitation of the State's transportation system.

New Jersey Turnpike Authority (N.J.S.A. 27:23-3)

The New Jersey Turnpike Authority, created as a body corporate and politic by the New Jersey Turnpike Authority Act of 1948, is authorized to construct, maintain, repair, and operate turnpike projects at locations established by law. Furthermore, the Authority may issue turnpike revenue bonds or notes of the Authority, subject to prior approval by the Governor and of either or both the State Treasurer and the Comptroller of the Treasury, payable solely from tolls and other revenues of the Authority.

New Jersey Wastewater Treatment Trust (N.J.S.A. 58:11B-4)

The New Jersey Wastewater Treatment Trust, established in, but not of, the Department of Environmental Protection in 1985, is a body corporate and politic, with corporate succession. The purpose of the Trust is to make loans to and guarantee debt incurred by local government units to finance the cost of wastewater treatment system projects. The Trust may from time to time issue bonds, notes or other obligations in any principal amounts that the Trust deems necessary, up to an aggregate principal amount of $600 million, in order to provide sufficient funds to carry out its purpose.

New Jersey Water Supply Authority (N.J.S.A. 58:1B-4)

The New Jersey Water Supply Authority, created in 1981 as a public body corporate and politic, is authorized to acquire, finance, construct, and operate water supply systems. The Authority currently operates and maintains the Delaware and Raritan Canal and the Spruce Run/Round Valley Reservoir water supply system.

The Authority may, upon the request of a municipality, county, the State, or agencies thereof, enter into a contract to provide services for any water system project. All projects undertaken by the Authority shall conform to the recommendations of the New Jersey Statewide Water Supply Plan. Bonds of the Authority may be issued to finance these projects and the debt service on the bonds is payable from the revenues and other funds of the Authority.

South Jersey Port Corporation (N.J.S.A. 12:11A-1)

The South Jersey Port Corporation, an entity of the State's Department of Commerce and Economic Development, was created in 1968 by the South Jersey Port Corporation Act. The Act conferred upon the Corporation the powers to establish, acquire, construct, rehabilitate, improve, operate, and maintain marine terminals in the South Jersey Port District, including Mercer, Burlington, Camden, Gloucester, Salem, Cumberland, and Cape May counties. To this end, the Corporation may issue tax-exempt revenue bonds subject to the provisions and restrictions of the Marine Terminal Revenue Bond Resolution adopted November 30, 1970, which mandates the distribution of funds to various Port Corporation funds.

UNIVERSITY FUNDS

STATE OF NEW JERSEY
COLLEGE AND UNIVERSITY FUNDS
COMBINING BALANCE SHEET
JUNE 30,1988

	Thomas A. Edison State College	Glassboro State College	Jersey City State College
ASSETS			
CASH AND CASH EQUIVALENTS	$ 36,586	$ 7,252,379	$14,743,911
INVESTMENTS	1,432,776	12,164,096	—
RECEIVABLES, NET OF ALLOWANCES FOR UNCOLLECTIBLES			
Departmental	773,644	8,416,256	1,050,129
FIXED ASSETS, Net	3,920,583	54,781,244	40,257,280
OTHER ASSETS			
Due from other funds	—	1,336,031	—
Other	195,317	1,148,377	330,987
Total Assets	$6,358,906	$85,098,383	$56,382,307
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable and accrued expenses	$ 332,198	$ 3,203,620	$ 2,518,092
Deferred revenue	399,944	989,242	286,809
Due to other funds	—	1,336,031	—
Other	22,136	4,353,195	10,498
Deferred compensation payable	—	—	—
Revenue bonds payable	—	—	—
Notes payable	—	—	—
Capital leases payable	479,484	28,105,873	10,198,907
Total Liabilities	1,233,762	37,987,961	13,014,306
FUND BALANCES			
Cost of investment in facilities	3,441,099	27,163,035	30,058,373
Reserved for:			
Auxiliary enterprises	—	2,520,893	—
General university	—	12,136,260	2,035,661
Endowment and similar funds	100,000	1,351,667	—
Retirement of indebtedness	—	—	892,745
Unreserved—Undesignated	1,584,045	3,938,567	10,381,222
Total Fund Balances	5,125,144	47,110,422	43,368,001
Total Liabilities and Fund Balances	$6,358,906	$85,098,383	$56,382,307

Kean College of New Jersey	Montclair State College	New Jersey Institute of Technology	The William Paterson College of New Jersey
$16,404,000	$ 25,130,672	$ 19,713,000	$20,447,719
2,626,000	1,092,967	19,360,000	—
4,383,000	7,201,057	5,222,000	883,734
36,400,000	65,539,000	99,744,000	67,781,423
—	—	—	—
215,000	3,437,451	1,817,000	1,066,119
$60,028,000	$102,401,147	$145,856,000	$90,178,995
$ 7,021,000	$ 4,648,219	$ 8,105,000	$ 2,068,731
2,114,000	1,584,876	1,583,000	630,706
—	—	—	—
—	307,796	415,000	231,807
—	—	—	—
—	—	32,415,000	—
—	260,120	91,000	—
9,890,000	44,798,172	—	27,585,344
19,025,000	51,599,183	42,609,000	30,516,588
26,510,000	25,756,844	82,095,000	40,118,479
—	6,477,519	—	2,985,860
1,419,000	10,388,877	440,000	1,153,086
3,087,000	—	1,259,000	758,277
1,143,000	452,890	714,000	6,033,330
8,844,000	7,725,834	18,739,000	8,613,375
41,003,000	50,801,964	103,247,000	59,662,407
$60,028,000	$102,401,147	$145,856,000	$90,178,995

STATE OF NEW JERSEY
COLLEGE AND UNIVERSITY FUNDS
COMBINING BALANCE SHEET (Continued)
JUNE 30,1988

	Ramapo College of New Jersey	Richard Stockton State College	Rutgers University
ASSETS			
CASH AND CASH EQUIVALENTS	$ 8,230,477	$ 7,911,340	$ 239,420,717
INVESTMENTS	—	10,477,381	206,395,487
RECEIVABLES, NET OF ALLOWANCES FOR UNCOLLECTIBLES			
Departmental	1,502,375	3,525,887	42,510,526
FIXED ASSETS, Net	37,907,209	72,735,618	747,113,244
OTHER ASSETS			
Due from other funds	828,229	498,686	—
Other	204,094	302,951	12,013,399
Total Assets	$48,672,384	$95,451,863	$1,247,453,373
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable and accrued expenses	$ 2,401,033	$ 3,404,470	$ 28,697,846
Deferred revenue	652,587	878,117	8,276,592
Due to other funds	828,229	498,686	—
Other	129,674	386,808	15,996,225
Deferred compensation payable	—	—	—
Revenue bonds payable	—	—	282,505,000
Notes payable	—	—	10,760,934
Capital leases payable	13,759,591	32,482,331	9,775,322
Total Liabilities	17,771,114	37,650,412	356,011,919
FUND BALANCES			
Cost of investment in facilities	24,147,618	45,849,276	608,410,578
Reserved for:			
Auxiliary enterprises	—	—	2,486,300
General university	1,479,154	4,149,245	38,432,657
Endowment and similar funds	74,675	1,050,000	103,104,501
Retirement of indebtedness	1,451,573	3,313,770	9,018,074
Unreserved—Undesignated	3,748,250	3,439,160	129,989,344
Total Fund Balances	30,901,270	57,801,451	891,441,454
Total Liabilities and Fund Balances	$48,672,384	$95,451,863	$1,247,453,373

Trenton State College	University of Medicine and Dentistry	Total
$ 17,615,000	$ 21,814,495	$ 398,720,296
3,790,000	68,101,132	325,439,839
4,992,000	134,136,878	214,597,486
132,909,000	454,225,164	1,813,313,765
—	19,190,390	21,853,336
1,493,000	4,761,560	26,985,255
$160,799,000	$702,229,619	$2,800,909,977
$ 7,572,000	$ 49,055,037	$ 119,027,246
1,433,000	14,493,589	33,322,462
—	19,190,390	21,853,336
—	5,537,721	27,390,860
—	165,219	165,219
—	75,754,724	390,674,724
—	1,997,187	13,109,241
32,190,000	2,547,641	211,812,665
41,195,000	168,741,508	817,355,753
101,175,000	431,027,637	1,445,752,939
—	—	14,470,572
10,777,000	50,073,508	132,484,448
564,000	7,043,473	118,392,593
3,157,000	—	26,176,382
3,931,000	45,343,493	246,277,290
119,604,000	533,488,111	1,983,554,224
$160,799,000	$702,229,619	$2,800,909,977

STATE OF NEW JERSEY
COLLEGE AND UNIVERSITY FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 1988

	Thomas A. Edison State College	Glassboro State College	Jersey City State College
REVENUES AND OTHER ADDITIONS			
Student tuition and fees	$1,868,795	$12,564,877	$ 9,781,777
State appropriations	2,796,332	28,580,851	25,727,478
Auxiliary enterprises	—	10,196,446	1,881,174
Patient service revenue	—	—	—
Governmental grants and contracts	414,043	8,447,636	725,373
Fringe benefits paid directly by the State of New Jersey	722,999	6,156,341	4,250,000
Private gifts, grants and contracts	20,550	—	6,444,046
Investment income	97,605	1,361,843	1,324,277
Realized gains on endowment investments	—	—	—
Interest on loans receivable	—	93,245	—
Expended for plant facilities	922,252	1,294,354	3,373,025
Retirement of indebtedness	6,276	842,120	307,316
Other	608,806	523,625	48,310
Total Revenues and Other Additions	7,457,658	70,061,338	53,862,776
EXPENDITURES AND OTHER DEDUCTIONS			
Educational and general:			
Instruction	—	23,020,693	23,222,627
Research	—	65,635	217,404
Public service	282,415	666,622	—
Academic support	1,176,067	5,311,777	1,539,912
Student services	722,210	4,080,042	2,962,188
Institutional support	2,692,544	9,168,953	6,662,202
Scholarships and fellowships	—	4,935,619	4,243,792
Operation and maintenance plant	—	5,801,215	3,757,891
Auxiliary enterprises	—	7,065,685	1,096,348
Expenditures for plant facilities	882,458	1,259,015	3,373,025
Loan cancellations, write-offs and refunds	—	43,624	53,419
Disposal of property, plant and equipment	213,691	—	—
Interest on indebtedness	1,801	1,800,438	732,906
Retirement of indebtedness	6,276	842,120	307,316
Other	812,856	157,947	18,093
Total Expenditures and Other Deductions	6,790,318	64,219,385	48,187,123
Net Increase (Decrease) in Fund Balances	667,340	5,841,953	5,675,653
FUND BALANCES—JULY 1, 1987	4,457,804	41,268,469	37,692,348
FUND BALANCES—JUNE 30, 1988	$5,125,144	$47,110,422	$43,368,001

Kean College of New Jersey	Montclair State College	New Jersey Institute of Technology	The William Paterson College of New Jersey
$13,355,000	$15,115,099	$ 21,215,000	$ 9,996,411
29,418,000	35,413,633	38,011,000	31,887,650
4,023,000	11,174,363	4,344,000	6,236,801
—	—	—	—
5,910,000	21,690	8,586,000	—
6,707,000	7,900,000	3,825,000	—
150,000	10,932,079	5,259,000	6,805,387
1,353,000	2,376,820	3,282,000	1,581,041
—	—	—	—
—	47,771	—	15,634
—	1,605,541	3,655,000	1,536,176
—	891,000	—	595,000
301,000	1,818,242	182,000	262,521
61,217,000	87,296,238	88,359,000	58,916,621
27,749,000	30,077,809	27,088,000	16,870,894
—	410,463	1,154,000	270,861
380,000	1,748,065	709,000	147,150
1,957,000	6,721,057	7,966,000	4,443,105
4,531,000	6,140,329	4,397,000	3,965,697
7,439,000	10,074,797	11,179,000	6,905,621
4,137,000	5,943,784	3,775,000	—
6,912,000	5,772,058	6,164,000	6,383,865
2,616,000	7,641,210	4,103,000	3,518,556
—	948,237	—	1,516,081
—	12,969	—	199,392
—	—	—	3,347,768
690,000	3,068,575	2,639,000	2,050,727
—	891,000	—	595,000
372,000	189,900	146,000	9,754
56,783,000	79,640,253	69,320,000	50,224,471
4,434,000	7,655,985	19,039,000	8,692,150
36,569,000	43,145,979	84,208,000	50,970,257
$41,003,000	$50,801,964	$103,247,000	$59,662,407

STATE OF NEW JERSEY
COLLEGE AND UNIVERSITY FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 1988 (Continued)

	Ramapo College of New Jersey	Richard Stockton State College	Rutgers University
REVENUES AND OTHER ADDITIONS			
Student tuition and fees	$ 3,990,877	$ 6,010,256	$117,013,849
State appropriations	14,952,551	17,665,201	265,058,411
Auxiliary enterprises	4,418,496	6,755,323	69,389,711
Patient service revenue	—	—	—
Governmental grants and contracts	—	1,089,611	56,763,727
Fringe benefits paid directly by the State of New Jersey	2,386,000	3,363,708	48,907,558
Private gifts, grants and contracts	5,082,184	62,922	24,431,410
Investment income	542,367	918,806	24,423,774
Realized gains on endowment investments	—	—	3,245,130
Interest on loans receivable	6,136	19,385	—
Expended for plant facilities	1,258,517	2,495,566	51,943,785
Retirement of indebtedness	536,859	730,000	3,305,131
Other	86,982	1,639,287	21,236,605
Total Revenues and Other Additions	33,260,969	40,750,065	685,719,091
EXPENDITURES AND OTHER DEDUCTIONS			
Educational and general:			
Instruction	9,509,502	10,899,103	194,117,496
Research	212,156	228,375	83,455,844
Public service	—	1,249,173	23,101,490
Academic support	2,445,987	1,614,775	21,418,691
Student services	2,665,485	3,611,837	37,168,611
Institutional support	4,772,112	4,603,403	41,150,240
Scholarships and fellowships	—	—	—
Operation and maintenance plant	4,165,281	5,568,050	57,087,639
Auxiliary enterprises	3,105,188	3,813,852	56,256,359
Expenditures for plant facilities	1,048,378	2,190,390	52,784,059
Loan cancellations, write-offs and refunds	96,468	86,316	92,654
Disposal of property, plant and equipment	234,453	—	1,060,492
Interest on indebtedness	964,214	2,304,627	17,209,708
Retirement of indebtedness	536,859	730,000	3,305,131
Other	40,583	3,700	9,578,513
Total Expenditures and Other Deductions	29,796,666	36,903,601	597,786,927
Net Increase (Decrease) in Fund Balances	3,464,303	3,846,464	87,932,164
FUND BALANCES—JULY 1, 1987	27,436,967	53,954,987	803,509,290
FUND BALANCES—JUNE 30, 1988	$30,901,270	$57,801,451	$891,441,454

Trenton State College	University of Medicine and Dentistry	Total
$ 10,524,000	$ 15,651,053	$ 237,086,994
30,949,000	173,568,773	694,028,880
12,411,000	2,491,465	133,321,779
—	136,354,523	136,354,523
6,287,000	37,437,272	125,682,352
6,283,000	42,481,673	132,983,279
115,000	17,448,300	76,750,878
1,160,000	6,695,382	45,116,915
—	—	3,245,130
—	224,232	406,403
199,000	27,247,792	95,531,008
—	—	7,213,702
337,000	11,994,832	39,039,210
68,265,000	471,595,297	1,726,761,053
23,502,000	90,727,058	476,784,182
383,000	32,511,766	118,909,504
103,000	29,654,194	58,041,109
3,722,000	5,237,027	63,553,398
4,241,000	1,381,803	75,867,202
7,960,000	31,927,413	144,535,285
4,265,000	3,066,876	30,367,071
8,285,000	22,582,439	132,479,438
9,578,000	2,244,041	101,038,239
—	30,633,445	94,635,088
—	557,475	1,142,317
—	—	4,856,404
2,141,000	4,469,347	38,072,343
—	—	7,213,702
2,321,000	178,803,324	192,453,670
66,501,000	433,796,208	1,539,948,952
1,764,000	37,799,089	186,812,101
117,840,000	495,689,022	1,796,742,123
$119,604,000	$533,488,111	$1,983,554,224

Thomas A. Edison State College (N.J.S.A. 18A:62-1)

Thomas A. Edison State College was founded by the State Board of Higher Education on July 1, 1972, and was officially established as the ninth State college under the terms of the State College Law (N.J.S.A. 18A:62-1 et seq.) on May 18, 1973. The operations and management of the College were vested in its Board of Trustees, appointed by the State Board of Higher Education, with the approval of the Governor.

The mission of the College is to evaluate college-level learning, regardless of its source. To achieve this mission, the College has been authorized:

1. To award college credit through college proficiency examinations, the assessment of prior learning and/or the evaluation of transfer credits and special credentials, and to award associate and baccalaureate degrees to individuals who have met the degree requirements as established by the Academic Council of the College.
2. To develop and administer the Thomas A. Edison State College examination and Portfolio Assessment Programs as basic means through which Edison students may satisfy degree requirements.
3. To encourage the availability of college-level learning opportunities through cooperation with all types of institutions that are now providing, or have the potential to provide, college-level learning experiences outside the traditional modes of higher education. In developing these cooperative arrangements, the College will not provide instruction directly but will award credit for such educational experiences either through the evaluation of noncollegiate programs or the direct testing of student learning outcomes.
4. To develop linkages with or create educational delivery systems built around contemporary telecommunications technology which will provide the distant learner with information and guidance on educational opportunities, modes of support for independent study and assessment, and access to media-based instruction and testing.

The College maintains three permanent educational counseling centers in East Orange, Trenton, and Cherry Hill which are open to all residents who wish information and advice concerning educational opportunities available to them within the State system of higher education.

Glassboro State College (N.J.S.A. 18A:62-1)

Glassboro State College was founded in 1923 and effective July 1, 1967, came under the general policy control of the State Board of Higher Education. Under the Higher Education Act of 1966, the College and all the other State colleges became multipurpose institutions with emphasis on the liberal arts and sciences and various professional areas. The College offers a full range of baccalaureate degree programs and selected master's degree programs through its Schools of Liberal Arts and Sciences, Business Administration, Fine and Performing Arts and Professional Studies. The operation and management of the College is vested in the College Board of Trustees (N.J.S.A. 18A:64-1 et seq.). The work of the College is centered on the main campus in Glassboro and the branch campus in Camden; courses are offered at several off-campus locations.

The College is located in Glassboro, Gloucester County, on 200 acres and in 1987 included 48 buildings comprised of administrative offices, library, dormitories, apartments, classrooms, gymnasium, athletic team house, theatre/auditorium, maintenance shop, heating plant, student center, bookstore, and Holly Bush (the Whitney Mansion that was the site of the Johnson-Kosygin Summit Conference in 1967).

Jersey City State College (N.J.S.A. 18A:62-1)

Jersey City State College, located in Hudson County, is dedicated to urban programs designed to meet the complex economic, social and educational problems of the "inner" cities of metropolitan New Jersey. The urban mission is unique among the State colleges, and in order to strengthen this mission, the College has embarked on a three-year plan designed to make it the premier Cooperative Education College in the State. The College serves thousands of residents of the northeast corner of the State. Ten percent of the student population is comprised of men and women from the other areas of New Jersey, adjacent states and foreign countries. The operation and management of the College is vested in its nine-member Board of Trustees appointed by the State Board of Higher Education, subject to the approval of the Governor.

Special features of the campus include the A. Harry Moore Laboratory School for Special Education, the Peter W. Rodino, Jr. Institute of Criminal Justice, the Center for the Advancement of Teaching and Learning (CATALYST), the Center for Occupational Education, the Adult Education Center, the Media Arts Center, and the Margaret Williams Theater for the Performing Arts. The College has 15 acres of athletic fields, three gymnasiums, a swimming pool, a modern dance studio and three auditoriums, in addition to its 110 classrooms and laboratories.

Kean College of New Jersey (N.J.S.A. 18A:62-1)

Kean College of New Jersey is a public, State-supported, four-year, coeducational institution of higher education. It is located in Union Township, and is situated on a 120-acre campus, which includes a six-acre woodlands preserve. The College traces its history to 1855 when it was founded by and in the City of Newark. For more than a century, its accomplishments and reputation were primarily associated with contributions made in the area of teacher education. In 1913 the College became a State institution, and in 1958 moved to its present location on property which had been a part of the Kean Estate. The operation and management of the College is vested in its nine-member Board of Trustees appointed by the State Board of Higher Education, subject to the approval of the Governor.

The campus currently contains 26 structures, including modern classroom buildings, a science complex, a 1,000-seat theatre for the performing arts, a library, a child study institute, athletic and recreational facilities, student apartments, and a student center. The 28-acre east campus, one quarter mile from the main campus, includes athletic fields, recreation facilities, and certain student and academic support programs.

Montclair State College (N.J.S.A. 18A:62-1)

Montclair State College, which began in 1908 as a two-year Normal School, came under the general policy control of the State Board of Higher Education on July 1, 1967. The operation and management of the College is vested in its own nine-member Board of Trustees appointed by the State Board of Higher Education, subject to the approval of the Governor. The College offers a broad spectrum of general liberal arts education and professional studies for more than 12,000 students for both full-time and part-time undergraduate and graduate programs.

The main campus of the College has 202 acres divided between the town of Montclair in Essex County and the municipalities of Little Falls and Clifton in Passaic County. Presently over 40 buildings comprise the physical plant, including campus housing for nearly 2,000 students, and a Student Center Annex.

The College also operates a 30-acre nature preserve at Lake Valhalla (Morris County) and, as part of the College's School of Conservation, a 240-acre environmental education center in Stokes State Forest (Sussex County).

New Jersey Institute Of Technology (N.J.S.A. 18A:64E-4)

The Institute is recognized as a public institution of higher education by the State of New Jersey. The recognition is supported by an annual contract between the Institute and the State whereby the Institute agrees to render services of public higher education for the State of New Jersey. In return, the State appropriates funds to support the Institute.

The Institute was founded in 1881 (N.J.S.A. 18A:64E-1 et seq.). For more than three decades, the State Board of Education contracted annually with the New Jersey Institute of Technology, formerly Newark College of Engineering, for services in public higher education. Effective July 1, 1967, the contractual relationship is with the State Board of Higher Education (N.J.S.A. 18A:3-14).

The physical plant is located in Newark on 34 acres and is comprised of 16 buildings, including classroom-laboratory buildings, gymnasium, library, theatre, residence hall, maintenance building, parking lots and playing fields.

The William Paterson College of New Jersey (N.J.S.A. 18A:62-1)

The William Paterson College of New Jersey, founded in Paterson in 1855, was relocated in 1951 to the Boroughs of Wayne, Haledon and North Haledon, Passaic County. Effective July 1, 1967, the State Board of Higher Education became responsible for general oversight of the College, but the operation and management of the College is vested in its own nine-member Board of Trustees appointed by the State Board of Higher Education, subject to the approval of the Governor.

The College offers 33 baccalaureate and 13 master's degree programs through seven schools: The Arts and Communication, Education and Community Services, Health Professions and Nursing, Humanities, Management, Science and Social Science.

The College is located on 250 acres and has 20 major buildings. Academic buildings include color television studios, modern facilities and science laboratories, fine arts studios, a 1,000-seat theatre, classrooms, and academic/administrative computer center, a gymnasium and pool, and a library. Other facilities include a student center, a multipurpose recreation center, athletic fields, dormitory and apartments for 1,551 students.

Ramapo College of New Jersey (N.J.S.A. 18A:62-1)

Ramapo College of New Jersey was established by the Legislature in 1968 and opened in September, 1971. Responsibility for the operation and management of the College is vested in its own nine-member Board of Trustees appointed by the State Board of Higher Education, subject to the approval of the Governor.

The College is located in the foothills of the Ramapo Mountains in Northwest Bergen County, close to the New York State border. The wooded, almost rural setting is enhanced by the award winning barrier-free modern buildings and the student apartments. Facilities include modern academic buildings, library, science building, student center, and an athletic complex which includes a gymnasium, an NCAA-size swimming pool, tennis courts and a variety of playing fields.

Richard Stockton State College (N.J.S.A. 18A:62-1)

Richard Stockton State College was authorized in the 1968 Bond Referendum and admitted its first students in September, 1971. The operation and management of the College are vested in a ten-member Board of Trustees appointed by the State Board of Higher Education, subject to the approval of the Governor. The College is under the general policy direction of the State Board of Higher Education.

The College is located on a 1,600-acre campus in Galloway Township in the pine barrens of New Jersey. Academic facilities accommodate approximately 4,000 full-time equivalent students. Campus housing is available for 1,830 students, with both apartment and dormitory style living arrangements. The College is the only four-year academic institution in the rapidly developing region of South Jersey.

Rutgers, The State University (N.J.S.A. 18A:65-12)

Founded in 1766 as one of the colonial colleges, Rutgers became The State University in 1956 (N.J.S.A. 18A:65-1 et seq. as amended) with a reorganized Board of Trustees and a newly created Board of Governors. The membership of the Board of Governors consists of ex-officio members, the Chancellor of the Department of Higher Education of New Jersey, the President of the Corporation and 11 voting members, six of whom are appointed by the Governor of the State with the advice and consent of the Senate, and five of whom are appointed by the Board of Trustees from among its members. The Board of Governors has general supervision over the University's operations. The Board of Trustees acts in overall advisory capacity and controls certain properties, funds and trusts. The State Board of Higher Education (N.J.S.A. 18A:62-1 et seq.) is responsible for the coordination and general financial oversight of Rutgers as a part of the State's system of higher education.

The University provides instruction to approximately 90,000 full and part-time students enrolled in instructional programs in its graduate and undergraduate colleges, schools, summer session, and continuing education programs.

Research, the second major area of University responsibility, has earned the support of commerce, industry, State and Federal governments, societies, and philanthropic organizations, as well as financing from the University's funds.

Extension services, designed to take the University's teaching function directly to the people of the State, is a major responsibility. Such services range from the work of the county agricultural, home economics and 4-H Club agents to non-credit courses, including post-graduate work in technical and professional fields.

Trenton State College (N.J.S.A. 18A:62-1)

Trenton State College, founded in 1855, came under the general policy control of the State Board of Higher Education effective July 1, 1967. Operation and management are vested in a nine-member Board of Trustees appointed by the State Board of Higher Education, subject to the approval of the Governor.

The College offers over 60 undergraduate degrees and more than 20 graduate degree and certification programs through five schools: Arts and Sciences, Business, Education, Nursing and Technology. Other programs offered are the cooperative education program, international/national study options, continuing education and the Institute for Public and Private Service.

The College is located in Ewing Township, Mercer County, on 255 acres. Its 36 buildings include the 550,000 volume Roscoe L. West Library, the Holman Hall Art Gallery, the Brower Student Center, 13 academic computer laboratories, and the collegiate recreation and athletic facilities complex.

University Of Medicine And Dentistry Of New Jersey (N.J.S.A. 18A:64G-4)

The University of Medicine and Dentistry of New Jersey is governed and managed by a Board of Trustees appointed by the Governor with Senate confirmation and administered by a President as the Chief Executive Officer. The primary purposes of the institution are the education of health care personnel including physicians, dentists and allied health professionals, medical and dental research, and the provision of health care to the people of New Jersey.

The University is composed of three medical schools (two Allopathic and one Osteopathic), a dental school, a graduate school of biomedical sciences and a school of allied health professions. Its medical programs are centered in Newark, Piscataway and Camden. It operates a hospital and two community mental health care centers which serve as both health care and teaching facilities.

In addition to its wholly owned facilities, the University is affiliated for teaching purposes at either, or both, the undergraduate and graduate level with 54 community hospitals and health care agencies, five community colleges, five State colleges, Rutgers University, New Jersey Institute of Technology and three independent universities.

STATISTICAL SECTION

STATE OF NEW JERSEY
TEN-YEAR FINANCIAL SUMMARY
FOR FISCAL YEARS ENDED JUNE 30
($ Millions)

REVENUES	1988	1987		1986	1985
Anticipated Revenues					
Sales Tax	$ 3,136.8	$ 2,910.7		$ 2,614.4	$ 2,341.8
Income Tax	2,557.7	2,605.9		2,052.6	1,935.5
Corporation Tax	1220.8	1,129.2		996.1	976.3
Motor Fuels Tax	327.2	321.1		318.2	296.2
Motor Vehicle Fees	348.2	350.0		333.3	317.9
Cigarette Tax	221.8	211.0		214.2	216.6
Inheritance Tax	209.9	190.4		188.6	194.4
Lottery	521.6	472.2		419.4	390.6
General Revenue Sharing	—	—		—	—
Casino Taxes	275.6	246.8		220.4	215.0
All Other	1,483.9	1,392.4	(R)	1,276.2	1,146.6
Total Anticipated Revenues	10,303.5	9,829.7		8,633.4	8,030.9
Appropriated Revenues					
Federal Programs	2,350.2	2,080.5		2,142.1	1,975.4
All Other	1,294.2	1,333.1		1,204.9	1,081.3
Total Appropriated Revenues	3,644.4	3,413.6		3,347.0	3,056.7
Total All Revenues	$13,947.9	$13,243.3		$11,980.4	$11,087.6
EXPENDITURES (Budgetary Basis)					
Budgeted Expenditures					
State Aid	$ 5,239.5	$ 4,838.1		$ 4,512.7	$ 4,076.7
Direct State Services	4,620.7	4,061.9		3,629.5	3,209.2
Capital Construction	381.6	270.8		273.2	240.8
Debt Service	348.4	315.2		295.8	295.3
Total Budgeted Expenditures	10,590.2	9,486.0		8,711.2	7,822.0
Appropriated Expenditures					
Federal Programs	2,320.5	2,093.4		2,084.0	2,023.9
All Other	1,194.4	1,166.9		1,113.9	1,035.5
Total Appropriated Expenditures	3,514.9	3,260.3		3,197.9	3,059.4
Total All Expenditures	$14,105.1	$12,746.3		$11,909.1	$10,881.4
UNDESIGNATED FUND BALANCES					
General Fund	$ 916.6	$ 565.0		$ 444.5	$ 716.8
Property Tax Relief Fund	283.3	157.0		76.5	94.8
Casino Revenue Fund	184.9	163.7		125.0	73.5
Casino Control Fund	(2.4)	(2.2)		(2.0)	7.7
Gubernatorial Elections Fund	.6	(.9)		(3.0)	(1.7)

(R) Revised

1984	1983	1982	1981	1980	1979
$ 2,054.1	$1,660.3	$1,379.9	$1,263.5	$1,179.9	$1,097.7
1,732.2	1,391.6	1,259.0	1,106.2	968.8	838.5
934.4	791.0	868.8	775.7	644.8	556.3
294.1	282.3	280.8	278.0	280.9	297.8
288.8	280.3	265.5	266.3	267.5	250.8
217.2	214.5	177.4	176.2	170.6	169.9
171.4	146.2	126.8	123.3	111.0	100.4
359.7	295.0	220.3	176.0	145.9	122.0
—	—	—	18.8	75.4	74.8
193.3	165.5	129.2	102.6	71.0	26.0
1,035.0	1,016.3	848.2	776.0	751.5	781.5
7,280.2	6,243.0	5,555.9	5,062.6	4,667.3	4,315.7
1,946.6	1,769.6	1,614.8	1,615.5	1,588.1	1,396.2
1,031.8	929.1	857.3	766.6	395.7	201.0
2,978.4	2,698.7	2,472.1	2,382.1	1,983.8	1,597.2
$10,258.6	$8,941.7	$8,028.0	$7,447.7	$6,651.1	$5,912.9
$ 3,747.8	$3,504.9	$3,308.8	$2,674.2	$2,502.2	$2,385.4
2,804.6	2,491.9	2,200.1	2,328.9	2,055.1	1,834.1
45.6	40.7	60.7	58.9	165.2	192.3
266.5	238.9	185.6	173.2	164.5	162.0
6,864.5	6,276.4	5,755.2	5,235.2	4,887.0	4,573.8
1,926.7	1,717.2	1,638.3	1,661.4	1,542.5	1,353.8
949.4	874.7	820.0	709.3	308.5	174.3
2,876.1	2,591.9	2,458.3	2,370.7	1,851.0	1,528.1
$ 9,740.6	$8,868.3	$8,213.5	$7,605.9	$6,738.0	$6,101.9
$ 485.3	$ 96.2	$ 78.7	$ 188.1	$ 228.7	$ 217.2
92.2	—	28.6	58.5	28.8	1.0
67.6	47.3	32.0	58.5	28.9	8.9
—	(3.5)	(5.1)	(.1)	(8.0)	(4.0)
.6	(.8)	(2.4)	(4.2)	2.8	1.4

STATE OF NEW JERSEY
FIFTY LARGEST EMPLOYERS

Rank	Name	New Jersey Employment 1987
1	American Telephone & Telegraph Co.	52,000
2	Wakefern Food Corp.	30,210
3	New Jersey Bell Telephone Co.	19,650
4	The Prudential Insurance Co. of America	18,588
5	Supermarkets General Corp.	18,412
6	Sears, Roebuck and Co.	16,518
7	General Electric Corp.	14,700
8	Public Service Enterprise Group, Inc.	13,640
9	Johnson & Jonhson	13,000
10	R. H. Macy's	12,000
11	Great Atlantic and Pacific Tea Company	12,000
12	Marriott Corporation	11,000
13	First Fidelity Bancorporation	9,300
14	Acme Markets, Inc.	8,260
15	United Parcel Service	7,900
16	General Motors Corp.	7,506
17	Hoffmann-La Roche, Inc.	7,500
18	Bellcore	7,068
19	K-Mart	6,700
20	Allied—Signal, Inc.	6,439
21	Midlantic Corporation	6,374
22	IBM Corp.	6,146
23	The Singer Company	6,000
24	ITT Corp.	6,000
25	Exxon Corp.	5,600
26	Squibb Corporation	5,500
27	General Public Utilities Corp.	5,366
28	E. I. duPont de Nemours & Co., Inc.	5,350
29	United Jersey Banks	5,132
30	J.C. Penney Co., Inc.	5,100
31	Merrill Lynch	5,000
32	Stop & Shop	4,903
33	Mayfair Super Markets, Inc.	4,850
34	American Cyanamid	4,700
35	Merck & Co., Inc.	4,700
36	Toys-R-Us	4,500
37	Nabisco Brands, Inc.	4,429
38	Schering-Plough Corporation	4,242
39	Mobil Corporation	4,093
40	Harrah's Marina Hotel/Casino	3,869
41	Showboat Hotel, Casino & Bowling Center	3,864
42	Trump Plaza Hotel/Casino	3,758
43	National Westminster Bancorp NJ	3,732
44	Resorts International Casino Hotel	3,675
45	Automatic Data Processing, Inc.	3,600
46	Tropicana Hotel & Casino	3,598
47	Trump Castle	3,592
48	Ceasars Boardwalk Regency Hotel/Casino	3,532
49	Wheaton Industries	3,500
50	Continental Airlines	3,450

Source: *New Jersey Business*, New Jersey Business & Industry Association, "Top 100 Corporate Employers, May 1988." Data reprinted with the permission of the New Jersey Business & Industry Association.

STATE OF NEW JERSEY
FUTURE DEBT SERVICE ON OUTSTANDING BONDS

Fiscal Year	Interest	Principal	Interest and Principal
1989	$ 171,025,655	$ 185,051,000	$ 356,076,655
1990	159,105,931	183,106,000	342,211,931
1991	147,263,814	179,750,000	327,013,814
1992	135,165,250	171,517,000	306,682,250
1993	123,807,905	171,533,000	295,340,905
1994	112,316,551	174,259,000	286,575,551
1995	101,061,179	175,125,000	276,186,179
1996	90,182,124	161,741,000	251,923,124
1997	79,670,076	161,821,000	241,491,076
1998	69,412,309	146,594,000	216,006,309
1999	59,710,158	143,817,000	203,527,158
2000	50,040,972	141,544,000	191,584,972
2001	40,441,633	141,494,000	181,935,633
2002	31,232,003	123,057,000	154,289,003
2003	22,942,034	105,470,000	128,412,034
2004	16,262,421	81,802,000	98,064,421
2005	10,435,697	60,656,000	71,091,697
2006	6,517,359	39,487,000	46,004,359
2007	3,805,741	34,846,000	38,651,741
2008	1,608,796	25,155,000	26,763,796
	$1,432,007,608	$2,607,825,000	$4,039,832,608

Source: New Jersey Department of the Treasury, Office of Financial Management.

STATE OF NEW JERSEY
RATIO OF GENERAL LONG-TERM DEBT TO ASSESSED VALUE AND DEBT PER CAPITA
(Expressed in thousands except as indicated)

Fiscal Year	Population	Assessed Value (1)	General Long-Term Debt Outstanding (2)	General Long-Term Debt	
				Ratio to Assesed Value	Per Capita
1979	7,356	$ 97,007,989	$1,712,725	1.77%	232.83
1980	7,373	103,510,954	1,755,530	1.70	238.10
1981	7,377	111,037,882	1,827,320	1.65	247.71
1982	7,421	120,514,694	2,034,445	1.69	274.15
1983	7,438	134,575,206	2,226,855	1.65	299.39
1984	7,468	152,159,611	2,236,620	1.47	299.45
1985	7,517	163,500,088	2,435,760	1.49	324.12
1986	7,561	188,024,618	2,479,055	1.32	327.87
1987	7,620	220,189,877	2,774,440	1.26	364.10
1988	7,677	272,229,128	2,607,825	0.96	339.69

Sources: New Jersey Department of the Treasury, **Annual Report of the Division of Taxation.**
New Jersey Department of the Treasury, Division of Budget and Accounting.
(1) Includes Real and Personal Property.
(2) Includes bonded debt only.

STATE OF NEW JERSEY
VALUATIONS OF TAXABLE REAL PROPERTY, PERSONAL AND PER CAPITA INCOME
(Expressed in thousands except as indicated)

Year	Population	Assessed Valuation of Real Property	True Valuation of Real Property	Personal Income (millions) (R)	Per Capita Income (R)
1978	7,356	$ 88,096,325	$107,801,263	$ 68,047	$ 9,250
1979	7,373	95,245,570	116,502,954	75,769	10,277
1980	7,377	101,750,296	131,459,546	85,414	11,579
1981	7,421	109,247,254	149,657,502	95,189	12,853
1982	7,438	118,602,475	168,413,583	102,666	13,823
1983	7,468	132,414,236	182,865,529	111,163	14,894
1984	7,517	149,748,875	195,130,647	122,190	16,268
1985	7,561	164,130,499	216,199,233	131,542	17,398
1986	7,620	185,793,541	246,142,876	141,919	18,626
1987	7,677	217,872,199	294,414,862	156,145	20,352

Sources: Department of the Treasury, **Annual Report of the Division of Taxation.**
N.J. Department of Labor, Office of Demographic & Economic Analysis.
(R) Revised

STATE OF NEW JERSEY
POPULATION AND
EMPLOYMENT TRENDS
(Expressed in Thousands)

Year	Population	Civilian Labor Force	Resident Employment	Unemployment	New Jersey Unemployment Rate	U.S. Unemployment Rate
1978	7,356	3,457	3,209	248	7.2%	6.1%
1979	7,373	3,570	3,323	247	6.9	5.8
1980	7,377	3,594	3,334	260	7.2	7.1
1981	7,421	3,593	3,330	263	7.3	7.6
1982	7,438	3,632	3,306	326	9.0	9.7
1983	7,468	3,673	3,385	288	7.8	9.6
1984	7,517	3,825	3,589	236	6.2	7.5
1985	7,561	3,853	3,617	218	5.7	7.2
1986	7,620	3,892	3,696	196	5.0	7.0
1987	7,677	3,966	3,806	160	4.0	6.2

Sources: New Jersey Department of Labor, "New Jersey Economic Indicators."
New Jersey Department of Labor, Division of Planning and Research

STATE OF NEW JERSEY
MANUFACTURING AND NON-MANUFACTURING EMPLOYMENT
(Expressed in Thousands)

	1977	1982	1987	Percentage Change from 1977-1987	Percentage of Total Employment 1987
Manufacturing					
Durable Goods					
Electrical Machinery	87.9	90.9	85.2	(3.1)%	2.0%
Non-Electric Machinery	71.0	66.5	52.3	(26.3)	1.2
Fabricated Metals	61.1	54.3	46.7	(23.6)	1.1
Stone, Clay and Glass	35.1	27.1	24.3	(30.8)	.6
Instruments	32.0	35.7	31.8	(.6)	.7
Other	82.9	75.6	72.5	(12.6)	7.3
Total Durable	370.0	350.1	312.8	(15.5)	1.7
Non-Durable Goods					
Chemicals	127.2	124.5	115.3	(9.4)	2.7
Apparel	59.7	50.4	42.1	(29.5)	1.0
Food	50.2	47.2	49.5	(1.4)	1.1
Rubber and Plastics	34.2	36.1	35.6	4.1	.8
Paper	33.4	30.6	28.9	(13.5)	.7
Other	92.6	90.8	92.3	(.3)	2.2
Total Non-Durable	397.3	379.6	363.7	(8.5)	8.5
Total Manufacturing	767.3	729.7	676.5	(11.8)	15.8
Non-Manufacturing					
Trade	637.3	701.2	861.3	35.2	20.2
Services	509.8	663.6	874.3	71.5	20.5
Government	504.0	524.7	542.3	7.6	12.7
Transportation, Communication and Public Utility	178.2	197.1	238.3	33.7	5.6
Finance, Insurance, and Real Estate	142.9	167.1	226.6	58.6	5.3
Contract Construction	94.9	107.3	167.6	76.6	4.0
Other	769.8	731.7	678.8	(11.8)	15.9
Total Non-Manufacturing	2,836.9	3,092.7	3,589.2	26.5	84.2
Grand Total	3,604.2	3,822.4	4,265.7	18.4 %	100.0%

Source: New Jersey Department of Labor "New Jersey Economic Indicators" September 1988, Number 286.

STATE OF NEW JERSEY
AVERAGE HOURLY GROSS DOLLAR EARNINGS OF PRODUCTION WORKERS
ANNUAL AVERAGES

	1978	1979	1980	1981	1982	1983	1984	1985	1986	1987
TOTAL MANUFACTURING	$6.28	$6.71	$ 7.31	$ 8.02	$ 8.60	$ 9.11	$ 9.50	$ 9.86	$10.13	$10.42
Durable Goods	6.41	6.81	7.49	8.23	8.77	9.16	9.58	9.87	10.09	10.43
Lumber	4.50	4.95	5.40	6.01	6.49	6.08	6.29	7.12	7.71	8.09
Furniture	5.08	5.08	5.74	6.15	6.63	7.43	7.62	7.49	8.05	8.43
Stone, Clay, and Glass	6.34	6.64	7.52	8.35	8.77	9.26	9.67	9.92	10.19	10.51
Primary Metals	6.48	7.06	7.55	8.34	8.99	9.23	9.50	9.45	9.82	10.01
Fabricated Metals	6.49	6.92	7.48	8.32	8.81	9.25	9.42	9.94	10.16	10.19
Non-Electrical Mach.	6.87	7.40	8.10	9.06	9.82	9.71	10.07	10.35	10.54	10.86
Electrical Mach.	6.01	6.49	6.93	7.77	8.37	9.03	9.53	9.92	10.27	10.75
Transportation Equip.	8.24	8.83	10.00	11.12	11.84	12.09	13.32	13.31	13.10	13.45
Misc. Manufacturing	4.75	5.07	5.64	6.06	6.51	7.23	7.18	7.94	8.26	8.49
Non-Durable Goods	6.14	6.61	7.18	7.81	8.45	9.06	9.43	9.84	10.16	10.42
Food	6.44	7.05	7.72	8.61	9.46	9.75	10.10	10.42	10.42	10.43
Textiles	5.17	5.53	6.00	6.59	7.13	7.35	7.68	7.96	8.17	8.37
Apparel	4.40	4.70	5.04	5.37	5.60	6.08	6.23	6.43	6.68	7.05
Paper	5.90	6.45	6.88	7.54	8.00	9.30	9.74	10.04	10.30	10.66
Printing and Publishing	6.58	6.96	7.61	8.08	8.79	9.16	9.83	9.99	10.00	10.82
Chemicals	7.34	7.91	8.43	9.36	10.15	10.66	11.20	11.81	12.45	12.52
Petroleum	8.58	9.24	11.01	11.78	13.06	14.84	14.60	14.91	16.21	17.13
Rubber and Plastics	6.03	5.43	5.89	6.42	6.78	7.54	7.59	8.05	8.41	8.46
Leather	4.08	4.40	4.75	4.94	5.12	5.48	5.73	6.13	6.44	7.12

Source: New Jersey Department of Labor, Division of Planning and Research.

STATE OF NEW JERSEY
RETAIL SALES, PERSONAL AND PER CAPITA INCOME, AND NEW DWELLING UNITS

Year	Retail Sales ($ Millions)	Personal Income ($ Millions)	Per Capita Income	Value of New Dwelling Units Authorized ($ Thousands)
1978	$29,003	$ 68,047	$ 9,250	$1,262,831
1979	31,997	75,769	10,277	1,274,353
1980	34,274	85,414	11,579	1,010,084
1981	35,976	95,189	12,853	1,022,130
1982	37,584	102,666	13,823	1,003,694
1983	40,543	111,163	14,894	1,837,655
1984	44,840	122,190	16,268	2,678,872
1985	44,860	131,542	17,398	3,659,843
1986	50,808	141,919	18,626	4,243,707
1987	53,801	156,145	20,352	4,347,784

Sources: New Jersey Department of Labor and New Jersey Economic Policy Council.

STATE OF NEW JERSEY
CASH RECEIPTS FROM FARM MARKETINGS
($ Millions)

Year	Livestock and Products	Crops	Total
1978	$121.7	$277.2	$398.9
1979	127.7	287.5	415.2
1980	123.4	319.4	442.8
1981	134.9	359.6	494.5
1982	132.1	379.4	511.5
1983	136.8	384.7	521.5
1984	134.7	403.9	538.6
1985	144.5	442.7	587.2
1986 (R)	202.8	432.3	635.1
1987	194.3	423.7	618.0

Source: New Jersey and U.S. Departments of Agriculture.
(R) 1986 figures revised.

STATE OF NEW JERSEY
PUBLIC SCHOOL ENROLLMENTS

Year	K-6	7-8	9-12	Total K-12	Pre-K	Non-Graded	Special Ed	Post-Graduate	Total Other Grades	Total All Grades
1978	638,676	210,104	442,561	1,291,341	3,726	9,337	32,493	430	45,986	1,337,327
1979	612,361	198,802	428,741	1,239,904	4,941	8,239	34,528	647	48,355	1,288,259
1980	590,535	190,369	413,884	1,194,788	5,537	7,611	37,361	711	51,220	1,246,008
1981	567,662	186,973	397,700	1,152,335	5,638	6,246	39,540	959	52,383	1,204,718
1982	548,280	189,097	380,932	1,118,309	5,243	5,904	42,321	743	54,211	1,172,520
1983	534,478	186,013	371,113	1,091,604	5,345	4,766	45,324	802	56,237	1,147,841
1984	532,633	172,588	364,741	1,069,962	5,739	4,540	47,838	1,144	59,261	1,129,223
1985	536,199	159,580	358,855	1,054,634	6,029	4,477	49,728	1,326	61,560	1,116,194
1986	543,327	153,059	346,996	1,043,382	6,054	3,952	52,837	1,242	64,085	1,107,467
1987	549,715	150,652	328,165	1,028,532	6,320	2,012	54,719	1,399	64,450	1,092,982

Source: New Jersey Department of Education, Office of Management Information.
(Enrollments—September 30 of year indicated)

STATE OF NEW JERSEY
SECTOR SUMMARY OF FALL ENROLLMENT
NEW JERSEY COLLEGES AND UNIVERSITIES, 1986 and 1987

Full and Part-Time Sector	Undergraduate 1986 (R)	Undergraduate 1987	Post-Baccalaureate 1986 (R)	Post-Baccalaureate 1987	Total Enrollments 1986 (R)	Total Enrollments 1987
Full-Time Enrollment						
Community Colleges	37,347	37,466	—	—	37,347	37,466
State Colleges	36,143	36,618	661	681	36,804	37,299
Rutgers University	28,543	28,044	4,012	4,225	32,555	32,269
N.J. Inst. of Technology	3,192	3,064	923	1,245	4,115	4,309
Univ. of Medicine & Dent.	179	288	1,867	1,888	2,046	2,176
Independent Colleges	29,098	28,588	6,103	6,196	35,201	34,784
Total Full-Time	134,502	134,068	13,566	14,235	148,068	148,303
Part-Time Enrollment						
Community Colleges	69,903	68,621	—	—	69,903	68,621
State Colleges	21,359	20,810	9,472	9,510	30,831	30,320
Rutgers University	7,520	7,357	8,464	8,093	15,984	15,450
N.J. Inst. of Technology	1,999	1,919	1,477	1,483	3,476	3,402
T. Edison State College	5,320	5,859	—	—	5,320	5,859
Univ. of Medicine & Dent.	105	15	154	154	259	169
Independent Colleges	12,638	11,936	11,277	11,074	23,915	23,010
Total Part-Time	118,844	116,517	30,844	30,314	149,688	146,831
Full and Part-Time						
Community Colleges	107,250	106,087	—	—	107,250	106,087
State Colleges	57,502	57,428	10,133	10,191	67,635	67,619
Rutgers University	36,063	35,401	12,476	12,318	48,539	47,719
N.J. Inst. of Technology	5,191	4,983	2,400	2,728	7,591	7,711
T. Edison State College	5,320	5,859	—	—	5,320	5,859
Univ. of Medicine & Dent.	284	303	2,021	2,042	2,305	2,345
Independent Colleges	41,736	40,524	17,380	17,270	59,116	57,794
Total Full and Part-Time	253,346	250,585	44,410	44,549	297,756	295,134

Sources: New Jersey Department of Higher Education, "Opening Fall Enrollments New Jersey Colleges and Universities."
(R) 1986 figures revised.

STATE OF NEW JERSEY
PUBLIC AND INDEPENDENT COLLEGE ENROLLMENT SUMMARY

FULL-TIME UNDERGRADUATE ENROLLMENT

Year	Community Colleges	State Colleges	Other Public 4-Year (1)	Independent Colleges	Total
1977	41,372	44,700	30,696	34,310	151,078
1978	39,885	44,138	31,457	34,263	149,743
1979	43,011	43,508	31,693	35,058	153,270
1980	44,597	43,750	31,144	35,249	154,740
1981	44,766	43,009	31,503	34,092	153,370
1982	45,693	42,419	31,196	33,969	153,277
1983	45,344	40,720	30,858	32,548	149,470
1984	41,171	38,744	30,835	31,242	141,992
1985	38,446	37,242	31,249	29,926	136,863
1986 **(R)**	37,347	36,143	31,914	29,098	134,502
1987	37,466	36,618	31,396	28,588	134,068

PART-TIME UNDERGRADUATE ENROLLMENT

1977	53,743	21,447	12,903	13,175	101,268
1978	58,836	23,285	14,353	13,164	109,638
1979	61,246	23,804	13,992	12,836	111,878
1980	66,540	23,668	13,418	13,097	116,723
1981	69,114	24,055	13,452	13,723	120,344
1982	72,638	24,144	13,148	13,400	123,330
1983	71,868	23,108	13,775	12,947	121,698
1984	68,802	22,599	14,603	13,028	119,032
1985	67,926	21,337	14,658	12,568	116,489
1986 **(R)**	69,903	21,359	14,944	12,638	118,844
1987	68,621	20,810	15,150	11,936	116,517

Source: New Jersey Department of Higher Education, "Opening Fall Enrollments New Jersey Colleges and Universities."

(1) Includes Rutgers University, New Jersey Institute of Technology, the University of Medicine and Dentistry's School of Allied Health Professions, and Thomas A. Edison State College.

(R) 1986 figures revised.

STATE OF NEW JERSEY
RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR GENERAL BONDED DEBT TO TOTAL GENERAL EXPENDITURES

Fiscal Year	Principal	Interest	Total Debt Service	State Expenditures	Ratio of Debt Service to Total State Expenditures
1979	$ 76,380,000	$ 85,626,426	$162,006,426	$ 4,573,809,761	3.54
1980	77,195,000	87,278,221	164,473,221	4,887,021,448	3.37
1981	85,210,000	87,978,743	173,188,743	5,235,128,551	3.31
1982	85,875,000	99,753,106	185,628,106	5,755,234,238	3.23
1983	107,590,000	131,332,870	238,922,870	6,276,348,823	3.81
1984	115,595,000	150,930,350	266,525,350	6,864,530,156	3.88
1985	138,000,000	159,201,696	297,201,696	7,822,039,674	3.80
1986	136,705,000	159,127,584	295,832,584	8,711,173,294	3.40
1987	150,750,000	165,576,977	316,326,977	9,485,990,227	3.33
1988	166,615,000	181,758,586	348,373,586	10,590,225,915	3.29

STATEMENT OF CHANGES IN BONDED DEBT

Fiscal Year	Outstanding	Issued	Retired	Outstanding
1979	$1,589,105,000	$200,000,000	$ 76,380,000	$1,712,725,000
1980	1,712,725,000	120,000,000	77,195,000	1,755,530,000
1981	1,755,530,000	150,000,000	78,210,000	1,827,320,000
1982	1,827,320,000	300,000,000	92,875,000	2,034,445,000
1983	2,034,445,000	300,000,000	107,590,000	2,226,855,000
1984	2,226,855,000	125,000,000	115,595,000	2,236,260,000
1985	2,236,260,000	600,000,000	400,500,000	2,435,760,000
1986	2,435,760,000	180,000,000	136,705,000	2,479,055,000
1987	2,479,055,000	610,735,000	315,350,000	2,774,440,000
1988	2,774,440,000	—	166,615,000	2,607,825,000

Source: Department of the Treasury, Division of Budget and Accounting.

REVENUE STATEMENTS
BUDGETARY BASIS

STATE OF NEW JERSEY
SUPPLEMENTARY REVENUE DATA
FOR THE FISCAL YEAR ENDED JUNE 30, 1988

The revenues collected are applied principally to one of five funds—the General Fund, the Property Tax Relief Fund, the Casino Control Fund, the Casino Revenue Fund, or the Gubernatorial Elections Fund. Revenues are recorded as either anticipated revenue or appropriated revenue. Anticipated revenue is utilized to support the appropriations in the annual Appropriations Act. Such revenues are not available for expenditure unless specifically appropriated by the Legislature. Appropriated revenues are such monies not previously anticipated or budgeted, which upon receipt, increase appropriation balances as authorized in the Appropriations Act, and from which expenditures may be made. Most federal aid, except Indirect Cost Recovery, is recorded as appropriated revenue and represents 64.5 per cent of all appropriated revenue. Total revenue from all sources for fiscal year 1988 amounted to $13,947.9 million, an increase of $706.9 million, or 5.1 per cent over fiscal year 1987.

ANTICIPATED (BUDGETED) REVENUE

Anticipated revenues support what is normally referred to as the Governor's Budget. For fiscal year 1988, these revenues totaled $10,303.5 million. This compares to $9,829.7 million reported in 1987, and shows an increase of $473.8 million, or 4.6 per cent. $226.1 million of the increase (a 7.2 per cent increase) relates to proceeds from the Sales Tax.

A description of the major categories of revenue sources within the five funds and a description of the principal taxes are discussed in the following.

GENERAL FUND

Major Taxes

The major taxes category is composed of eighteen taxes or fees which are levied within the State. The majority of the revenue is generated from the sale and use of goods and services; general business taxes, which are received from various corporations; motor vehicle fees; a public utility excise tax; and other excise taxes. These taxes amounted to $5,991 million, an increase of 5.8 per cent or $345 million over fiscal year 1987. A description of the five largest sources, all raising in excess of $200 million, follows.

- **The Sales Tax Act** imposes a tax at the rate of 6 per cent on receipts from (a) retail sale, rental, or use of tangible personal property; (b) retail sale of producing, fabricating, processing, installing, maintaining, repairing, storage, and certain advertising services; (c) sales of restaurant meals; (d) rental of hotel and motel rooms; and (e) certain admission charges. Sales of food, clothing, and other specified items are exempt from collection of the tax.
- **The Cigarette Tax** is imposed at the rate of $.27 per package of twenty cigarettes. The tax is collected primarily from licensed distributors who receive the cigarettes directly from out-of-state manufacturers.
- **The Motor Fuels Tax** applies to sales of gasoline, diesel fuel, or liquefied petroleum gas and compressed natural gas used in motor vehicles on public highways. The tax is $.08 per gallon for gasoline and diesel fuel, and half the rate for the other gases.
- **The Motor Vehicle Fees** include automobile and truck registrations, drivers' licenses, and miscellaneous fees collected by the Division of Motor Vehicles.
- **The Corporation Business Tax** imposes a franchise tax for the privilege of having or exercising a corporate charter or doing business, employing or owning capital or property, or maintaining an office in New Jersey. The tax is applicable to every corporation not expressly exempted. The effective rate is 9 per cent of net income.

Miscellaneous Taxes, Licenses, and other Departmental Fees

This category includes revenues received by the various state agencies. Typical items include tuition from students at the state colleges, recreation and boating fees, institutional and patient fees, investment earnings, and the like. Between fiscal years 1987 and 1988 these revenues increased from $779 million to $787 million.

Interfund Transfers

The Interfund Transfers category includes monies which were received into various bond and trust funds because of legal or statutory requirements, and then subsequently transferred into the General Fund as anticipated revenue for expenditure purposes. Included in these types of revenue are the monies received by the State Lottery, interest earned on investments of bond funds, and the monies received from taxes levied on New York residents working in New Jersey. The latter tax is commonly referred to as "Commuter Tax." These revenues totaled $617 million, an increase of $67 million over that realized in fiscal year 1987.

PROPERTY TAX RELIEF FUND

The Gross Income Tax

This tax is calculated at 2 per cent on the first $20,000 of taxable income, 2.5 per cent on amounts to $50,000, and 3.5 per cent on amounts in excess of $50,000. For fiscal year 1988, this tax yielded $2,557.7 million for property tax relief—a decrease of $48.2 million over the prior year. All monies in the fund must be appropriated exclusively for reducing or offsetting property taxes.

GUBERNATORIAL ELECTIONS FUND

A taxpayer can voluntarily indicate that $1 of his income tax can be set aside into this special fund. Such monies are used to finance a portion of the expenses of gubernatorial primary and general elections. Total payments to this fund were $1.5 million in fiscal year 1988.

CASINO CONTROL FUND

License fees for the issuance and annual renewal of casino licenses, slot machines, non-refundable deposits for each application for a license, and fees for the issuance of various work permits are deposited into the Casino Control Fund. Such revenues are used to support the operation of the Casino Control Commission and the Division of Gaming Enforcement. The total revenue collected was $52.3 million, an increase of $5.0 million from fiscal year 1987.

CASINO REVENUE FUND

A tax of 8 per cent on the gross revenue of all casinos is deposited into the Casino Revenue Fund. All monies in this fund must be used for reduction in property taxes or utility and rental charges of eligible disabled residents and senior citizens. The total tax collected was $223.3 million, an increase of $23.8 million over fiscal year 1987.

APPROPRIATED REVENUE

All appropriated revenue is deposited into the General Fund. These revenues include most of the federal aid received by the State, except for General Revenue Sharing, and certain revenues collected by the State and directly utilized by either a state agency or disbursed to a local government for a specific purpose enacted by statute. Federal aid totaled $2,350 million in fiscal year 1988, which is an increase of $270 million from the amount received in fiscal year 1987. Of the $2,350 million, the Department of Human Services received $1,504 million, or 64.0 per cent, for such programs as Aid for Dependent Children, social services, and low-income energy assistance. The Department of Education received $312 million or 13.3 per cent of the total for such programs as child nutrition, disadvantaged and handicapped children, and vocational education. The Department of Labor received $189 million, or 8.0 per cent of the total, for various work programs, employment services, and vocational rehabilitation services. The Department of Transportation received $60 million, or 2.6 per cent of the total for various highway construction, airport, electrical, and traffic control projects.

Some of the kinds of state appropriated revenue received by departments and agencies for specific purposes include, Second Injury Workers' Compensation Insurance Tax, certain corporation taxes from banks (which are disbursed to local governments), and auxiliary services and extension program income at the state colleges.

STATE OF NEW JERSEY
GENERAL FUND
STATEMENT OF ANTICIPATED REVENUE
YEAR ENDED JUNE 30, 1988

	Anticipated To June 30, 1988	Realized To June 30, 1988 Amount	Realized To June 30, 1988 Per Cent	Realization Over (Under) Anticipation
MAJOR TAXES				
Sales	$3,080,000,000	$3,048,086,836	99	$(31,913,164)
Corporation business	1,106,000,000	1,220,810,672	110	114,810,672
Corporation windfall profits	98,000,000	—	—	(98,000,000)
Motor fuels	330,000,000	327,019,262	99	(2,980,738)
Motor vehicle fees	360,000,000	348,187,325	97	(11,812,675)
Cigarette	210,000,000	221,826,254	106	11,826,254
Transfer inheritance	140,000,000	209,958,420	150	69,958,420
Public utility excise	112,000,000	116,003,983	104	4,003,983
Insurance premiums	150,000,000	163,116,516	109	13,116,516
Alcoholic beverage wholesale sales	87,000,000	88,714,375	102	1,714,375
Alcoholic beverage excise	57,000,000	55,092,194	97	(1,907,806)
Corporation business—Banks and financial institutions	61,000,000	74,451,442	122	13,451,442
Business personal property	25,000,000	24,801,469	99	(198,531)
Realty transfer	70,000,000	63,202,082	90	(6,797,918)
Motor fuel use	25,000,000	3,846,770	15	(21,153,230)
Pari-mutuel	6,000,000	8,232,070	137	2,232,070
Savings Institutions	24,000,000	23,765,617	99	(234,383)
Tax amnesty program	50,000,000	67,515,861	135	17,515,861
TOTAL MAJOR TAXES	5,991,000,000	6,064,631,148	101	73,631,148
MISCELLANEOUS TAXES, FEES, REVENUES				
Executive Branch:				
Department of Agriculture:				
Animal health—laboratory test fees	50,000	52,582	105	2,582
Fertilizer inspection and other fees	147,000	168,695	115	21,695
Milk control licenses and fees	395,000	344,194	87	(50,806)
Other animal plant disease and pest control fees	8,000	7,140	89	(860)
Seed certification programs	5,000	5,000	100	—
Total Department of Agriculture	605,000	577,611	95	(27,389)
Department of Banking:				
Bank assessments	1,718,000	1,772,032	103	54,032
Examination fees	1,700,000	1,676,706	99	(23,294)
Licenses and other fees	877,000	1,302,918	149	425,918
New Jersey Cemetery Board	87,000	91,161	105	4,161
Total Department of Banking	4,382,000	4,842,817	111	460,817

STATE OF NEW JERSEY
GENERAL FUND
STATEMENT OF ANTICIPATED REVENUE (Continued)
YEAR ENDED JUNE 30, 1988

	Anticipated To June 30, 1988	Realized To June 30, 1988 Amount	Realized To June 30, 1988 Per Cent	Realization Over (Under) Anticipation
Department of Community Affairs:				
Affordable housing and neighborhood preservation—fair housing	20,000,000	22,845,462	114	2,845,462
Boarding home fees	665,000	904,408	136	239,408
Construction fees	1,500,000	1,499,507	100	(493)
Fire safety	5,610,000	5,609,165	100	(835)
Housing inspection fees	2,350,000	2,349,050	100	(950)
Local government services	15,000	10,794	72	(4,206)
Planned real estate development fees	945,000	945,000	100	—
Truth in renting	33,000	33,000	100	—
Total Department of Community Affairs	31,118,000	34,196,386	110	3,078,386
Department of Education:				
Academy for the advancement of teaching and administration	—	267,000	—	267,000
Katzenbach School for the Deaf—Tuition	2,736,000	2,752,114	101	16,114
Licensing fees—Miscellaneous	350,000	602,018	172	252,018
Non—public schools	225,000	315,847	140	90,847
Total Department of Education	3,311,000	3,936,979	119	625,979
Department of Environmental Protection:				
Air pollution fees	525,000	538,575	103	13,575
Coastal resources fines & penalties	—	108,868	—	108,868
Environmental Cleanup Responsibility Fund	—	263,100	—	263,100
Environmental Services Fund	750,000	770,775	103	20,775
Examination licensing fees	17,000	16,480	97	(520)
Forest management sales	3,000	2,538	85	(462)
Hazardous waste	1,037,000	—	—	(1,037,000)
Hazardous waste facilities inspection	—	782,736	—	782,736
Hunters' and Anglers' License Fund	7,508,000	7,514,892	100	6,892
Marina rentals	400,000	400,000	100	—
Marine Lands Management—Delineation and title determination—School fund	946,000	922,000	97	(24,000)
Morris Canal Fund	48,000	85,568	178	37,568
New Jersey Pilot Commissioners	73,000	73,000	100	—
New Jersey Water Supply Authority Debt Service Repayment	1,291,000	1,291,000	100	—
Parks management	3,256,000	3,269,340	100	13,340
Pesticide control	148,000	175,200	118	27,200
Pesticide fines	—	76,805	—	76,805
Radiation protection	433,000	432,960	100	(40)
Sea clam fees	63,000	—	—	(63,000)
Shell fisheries leases	256,000	274,919	107	18,919

STATE OF NEW JERSEY
GENERAL FUND
STATEMENT OF ANTICIPATED REVENUE (Continued)
YEAR ENDED JUNE 30, 1988

	Anticipated To June 30, 1988	Realized To June 30, 1988 Amount	Realized To June 30, 1988 Per Cent	Realization Over (Under) Anticipation
Solid waste/facilities inspection	—	45,550	—	45,550
Solid waste management fees	690,000	519,625	75	(170,375)
Toxic catastrophe prevention—fines	—	2,600	—	2,600
Water pollution fees	506,000	933,913	185	427,913
Total Department of Environmental Protection	17,950,000	18,500,444	103	550,444
Department of Health:				
Animal control	951,000	617,671	65	(333,329)
Consumer health penalties	118,000	129,900	110	11,900
Hospital rate setting commission	2,270,000	2,270,000	100	—
Narcotic fees	700,000	713,584	102	13,584
Rabies control	603,000	454,488	75	(148,512)
Vital statistics registration	100,000	100,293	100	293
Miscellaneous revenues	70,000	94,759	135	24,759
Total Department of Health	4,812,000	4,380,695	91	(431,305)
Department of Higher Education:				
Bond interest recoveries	358,000	358,478	100	478
Total Department of Higher Education	358,000	358,478	100	478
Department of Human Services:				
Adoption law fees	150,000	103,217	69	(46,783)
Marriage license fees	400,000	286,481	72	(113,519)
Patients and residents recoveries:				
Developmental Centers:				
Edward R. Johnstone Training and Research Center	3,101,000	2,953,247	95	(147,753)
Green Brook Regional Center	1,698,000	1,786,483	105	88,483
Hunterdon Development Center	8,681,000	8,966,211	103	285,211
North Princeton Development Center	7,645,000	7,410,053	97	(234,947)
New Lisbon Development Center	9,797,000	9,745,260	99	(51,740)
North Jersey Development Center	7,657,000	6,931,016	91	(725,984)
Vineland Development Center	17,282,000	17,524,576	101	242,576
Woodbine Development Center	9,653,000	9,703,389	101	50,389
Woodbridge Development Center	9,244,000	9,666,506	105	422,506
Psychiatric hospitals:				
Ancora Psychiatric Hospital	13,525,139	15,238,994	113	1,713,855
Arthur Brisbane Child Center at Allaire	1,761,808	2,494,362	142	732,554
Forensic Psychiatric Hospital	2,675,780	2,538,138	95	(137,642)
Hagedorn Center for Geriatrics	2,723,472	2,120,532	78	(602,940)
Greystone Park Psychiatric Hospital	20,378,755	19,901,275	98	(477,480)
Marlboro Psychiatric Hospital	19,106,076	15,202,342	80	(3,903,734)
Trenton Psychiatric Hospital	10,260,615	11,004,715	107	744,100

STATE OF NEW JERSEY
GENERAL FUND
STATEMENT OF ANTICIPATED REVENUE (Continued)
YEAR ENDED JUNE 30, 1988

	Anticipated To June 30, 1988	Realized To June 30, 1988 Amount	Realized To June 30, 1988 Per Cent	Realization Over (Under) Anticipation
Soldiers homes:				
Menlo Park	3,400,000	4,558,066	134	1,158,066
Vineland	2,820,000	2,958,936	105	138,936
Paramus	957,000	1,199,512	125	242,512
Special residential services	16,200,000	16,593,441	102	393,441
Total Department of Human Services	169,116,645	168,886,752	100	(229,893)
Department of Insurance:				
Actuarial Services	1,175,000	1,137,405	97	(37,595)
Licensing and enforcement	5,999,000	6,531,344	109	532,344
Real Estate Commission	3,756,000	3,606,888	96	(149,112)
Total Department of Insurance	10,930,000	11,275,637	103	345,637
Department of Labor:				
Licenses, permits and fines	760,000	821,848	108	61,848
Special Compensation Fund	1,124,000	1,124,000	100	—
Total Department of Labor	1,884,000	1,945,848	103	61,848
Department of Law and Public Safety:				
Amusement Games Control fees	200,000	270,045	135	70,045
Athletic control board fees	207,000	—	—	(207,000)
Auto body repair shop licensing	—	101,175	—	101,175
Beverage licenses	3,739,000	4,364,353	117	625,353
Bus Excise Tax	369,000	5,032	1	(363,968)
Drunk driving fines	1,022,000	325,541	32	(696,459)
Racing commission fees	165,000	—	—	(165,000)
Violent crime board administration	1,370,000	1,370,000	100	—
Division of Consumer Affairs:				
General revenues:	575,000	155,715	27	(419,285)
Bureau of Securities	3,000	3,565	119	565
Charities registration section	100,000	7,600	8	(92,400)
Consumer fines	20,000	—	—	(20,000)
Kosher Food Inspection	405,000	370,475	91	(34,525)
Legalized Games of Chance Control	325,000	409,495	126	84,495
Private Employment Agencies	1,000	1,050	105	50
Ticket Brokers	125,000	175,230	140	50,230
Weights and Measures—General				
Professional examining board fees:				
State Board of Architects	211,000	211,000	100	—
State Board of Audiology and Speech Language Pathology Advisory	46,000	46,000	100	—
State Board of Beauty Culture	846,000	846,000	100	—
State Board of Certified Public Accountants	430,000	430,015	100	15

STATE OF NEW JERSEY
GENERAL FUND
STATEMENT OF ANTICIPATED REVENUE (Continued)
YEAR ENDED JUNE 30, 1988

	Anticipated To June 30, 1988	Realized To June 30, 1988		Realization Over (Under) Anticipation
		Amount	Per Cent	
State Board of Dentistry	321,000	321,000	100	—
State Board of Electrical Contractors	220,000	220,000	100	—
State Board of Examiners of Master Plumbers	114,000	114,000	100	—
State Board of Examiners of Ophthalmic Dispensers and Ophthalmic Technicians	95,000	95,000	100	—
State Board of Marriage Counselor Examiners	58,000	58,000	100	—
State Board of Medical Examiners	1,811,000	1,811,010	100	10
State Board of Mortuary Science	129,000	129,000	100	—
State Board of Nursing	1,128,000	1,128,000	100	—
State Board of Optometrists	98,000	98,000	100	—
State Board of Pharmacy	538,000	538,000	100	—
State Board of Physical Therapy	114,000	114,000	100	—
State Board of Professional Engineers and Land Surveyors	285,000	285,000	100	—
State Board of Professional Planners	96,000	96,000	100	—
State Board of Psychological Examiners	92,000	92,000	100	—
State Board of Public Movers and Warehousemen	171,000	167,493	98	(3,507)
State Board of Shorthand Reporting	26,000	26,000	100	—
State Board of Veterinary Medical Examiners	109,000	109,000	100	—
Division of State Police:				
Fingerprint fees	1,114,000	1,114,000	100	—
Other Licenses	250,000	329,795	132	79,795
Private Detective Licenses	550,000	550,000	100	—
Motor Vehicle Security Responsibility Law Administration	5,135,000	5,021,309	98	(113,691)
Motor vehicle surcharge program	7,800,000	8,441,854	108	641,854
Other boating fees	787,000	7,279	1	(779,721)
Pleasure boat licenses	1,400,000	—	—	(1,400,000)
Reimbursement for Division of Law Services	3,960,000	3,424,847	86	(535,153)
Total Department of Law and Public Safety	36,560,000	33,382,878	91	(3,177,122)
Department of Public Advocate:				
Rate counsel	4,000,000	2,789,079	70	(1,210,921)
Total Department of Public Advocate	4,000,000	2,789,079	70	(1,210,921)

STATE OF NEW JERSEY
GENERAL FUND
STATEMENT OF ANTICIPATED REVENUE (Continued)
YEAR ENDED JUNE 30, 1988

	Anticipated To June 30, 1988	Realized To June 30, 1988		Realization Over (Under) Anticipation
		Amount	Per Cent	
Department of State:				
Administrative Laws—Fees	1,868,000	1,533,242	82	(334,758)
Commissions	630,000	609,951	97	(20,049)
General revenues—Fees	10,538,000	8,221,266	78	(2,316,734)
Uniform Commercial Code—Fees	2,289,000	2,171,886	95	(117,114)
Total Department of State	15,325,000	12,536,345	82	(2,788,655)
Department of Transportation:				
Application airport hazard zoning	1,000,000	893,177	89	(106,823)
Applications and highway permits	600,000	699,138	117	99,138
Autonomous transportation authorities	25,000,000	24,250,000	97	(750,000)
Outdoor advertising	245,000	214,257	87	(30,743)
Total Department of Transportation	26,845,000	26,056,572	97	(788,428)
Department of Treasury:				
Assessments—Cable TV	1,400,000	1,445,157	103	45,157
Assessments—Public Utility	17,000,000	17,310,670	102	310,670
Board of Public Utilities	125,000	125,355	100	355
Coin operated telephones	120,000	62,995	52	(57,005)
Escheats, Personal Property (14 year law)	200,000	162,143	81	(37,857)
Escrow interest—construction accounts	—	222,082	—	222,082
Interest on deposits	1,200,000	1,494,358	125	294,358
Investment earnings	30,000,000	68,557,849	229	38,557,849
Municipal purposes tax assistance fund	70,000,000	69,500,000	99	(500,000)
Public Utility Taxes—Administration	250,000	223,447	89	(26,553)
Public Utility—Radiation Response	3,069,000	3,069,000	100	—
Public Utility Gross Receipts and Franchise Taxes	105,000,000	125,800,000	120	20,800,000
Railroad Tax:				
Class II	100,000	2,272,288	2,272	2,172,288
Franchise	35,000	1,988,561	5,682	1,953,561
Reimbursement for DBC services	1,000,000	283,278	28	(716,722)
Surplus property	—	75,764	—	75,764
Vending machine commission	150,000	28,840	19	(121,160)
Total Department of the Treasury	229,649,000	292,621,787	127	62,972,787
Miscellaneous Executive Commissions:				
Delaware River Joint Toll Bridge Commission Pennsylvania share	1,101,000	223,988	20	(877,012)
Total Miscellaneous Executive Commissions	1,101,000	223,988	20	(877,012)
Other Sources:				
Miscellaneous revenue	1,100,000	6,349,461	577	5,249,461
Total Other Sources	1,100,000	6,349,461	577	5,249,461

STATE OF NEW JERSEY
GENERAL FUND
STATEMENT OF ANTICIPATED REVENUE (Continued)
YEAR ENDED JUNE 30, 1988

	Anticipated To June 30, 1988	Realized To June 30, 1988		Realization Over (Under) Anticipation
		Amount	Per Cent	
Inter-Departmental Accounts:				
Administration and investment of pension and social security funds	22,000,000	23,027,575	105	1,027,575
Deferred compensation cost reimbursement	360,000	—	—	(360,000)
Employee maintenance deduction	1,650,000	1,301,007	79	(348,993)
Health benefits contribution reimbursement from special funds	20,000,000	26,634,517	133	6,634,517
Indirect cost recovery—Federal	8,000,000	8,000,000	100	—
Other fringe benefit reimbursement from special funds	1,800,000	1,265,510	70	(534,490)
Pension contribution reimbursement from special funds	29,000,000	34,021,836	117	5,021,836
Public employer's contribution reimbursement	14,000,000	19,622,748	140	5,622,748
Reimbursement from Rutgers—Employer's share of employees' benefits	3,700,000	4,835,402	131	1,135,402
Rent of State building space	1,700,000	908,940	53	(791,060)
Social security contribution reimbursement from special funds	20,000,000	25,302,696	127	5,302,696
Total Inter-Departmental Accounts	122,210,000	144,920,231	119	22,710,231
Judicial Branch:				
Court fees	16,356,000	19,554,910	120	3,198,910
Violent Crimes Compensation Act	3,486,000	—	—	(3,486,000)
Total Judicial Branch	19,842,000	19,554,910	99	(287,090)
TOTAL MISCELLANEOUS TAXES, FEES, REVENUES	701,098,645	787,336,898	112	86,238,253
INTERFUND TRANSFERS				
Beaches and Harbor Fund	150,000	442,327	295	292,327
Cash Management Administrative Charges Fund	500,000	647,382	129	147,382
Clean Communities Account Fund	650,000	406,702	63	(243,298)
Clean Water Fund	550,000	1,794,940	326	1,244,940
Community Development Bond Fund	500,000	319,012	64	(180,988)
Correctional Facilities Construction Fund	1,500,000	1,285,621	86	(214,379)
Emergency Flood Control Fund	300,000	163,378	54	(136,622)
Energy Conservation Fund	350,000	491,636	140	141,636
Farmland Preservation Fund	450,000	552,338	123	102,338
Fund for Support of Free Public Schools Investment earnings	4,100,000	4,104,315	100	4,315
General Trust Fund	—	1,079	—	1,079
Hazardous Discharge Site Cleanup Fund	100,000	15,552	—	(84,448)
Higher Education Assistance Fund	3,100,000	2,427,439	78	(672,561)

STATE OF NEW JERSEY
GENERAL FUND
STATEMENT OF ANTICIPATED REVENUE (Continued)
YEAR ENDED JUNE 30, 1988

	Anticipated To June 30, 1988	Realized To June 30, 1988		Realization Over (Under) Anticipation
		Amount	Per Cent	
Higher Education Buildings Construction Fund (Act of 1971)	25,000	57,654	231	32,654
Housing Assistance Fund	20,000	252,374	1,262	232,374
Human Services Facilities Construction Fund	600,000	785,726	131	185,726
Institutional Construction Fund 1978	60,000	78,988	132	18,988
Institutions Construction Fund	50,000	65,413	131	15,413
Jobs, Science and Technology Fund	500,000	1,519,237	304	1,019,237
Medical Education Facilities Fund	20,000	38,622	193	18,622
Mortgage Assistance Fund	50,000	425,706	851	375,706
Motor Vehicle Security—Responsibility Fund	14,000	12,137	87	(1,863)
Natural Resources Fund	1,200,000	598,763	50	(601,237)
New Jersey Bridge Rehabilitation and Improvement Fund	700,000	2,355,850	337	1,655,850
1983 New Jersey Green Acres Fund	600,000	719,813	120	119,813
Outstanding Checks 6 years & over Escheated	1,150,000	1,766,455	154	616,455
Outstanding Checks Account	460,000	736,949	160	276,949
Pension Contributions from Special Funds	—	23,521	—	23,521
Public Building Construction Fund	10,000	15,478	155	5,478
Public Purpose Buildings Construction Fund	2,000,000	1,465,484	73	(534,516)
Resource Recovery Investment Fund	—	1,557,379	—	1,557,379
Sanitary Landfill Closure Fund Administration	210,000	77,223	37	(132,777)
Shore Protection Fund	600,000	1,815,266	303	1,215,266
Solid Waste Services Tax Fund	—	342,138	—	342,138
Spill Fund Administrative Costs	2,579,000	2,287,433	89	(291,567)
State Disability Benefits Fund	14,519,000	14,519,000	100	—
State Land Acquisition and Development Fund	500,000	600,726	120	100,726
State Lottery Fund	502,679,000	500,990,224	100	(1,688,776)
State Lottery Fund Administration	—	20,633,452	—	20,633,452
State Recreation and Conservation Land Acquisition and Development Fund (Act of 1974)	700,000	797,946	114	97,946
State Recreation and Conservation Land Acquisition and Development Fund (Act of 1971)	100,000	105,120	105	5,120
State Recycling Fund	848,000	686,436	81	(161,564)
State Transportation Fund	400,000	406,377	102	6,377
State Water Development Fund	10,000	22,176	222	12,176
Transportation Fund	—	111,068	—	111,068
Transportation Rehabilitation and Improvement Fund of 1979	3,000,000	3,419,107	114	419,107
Unclaimed Bank Deposits Escheat Reserve Fund	1,901,000	3,381,743	178	1,480,743
Unclaimed Domestic Life Insurance Escheat Reserve Fund	733,000	1,127,140	154	394,140

STATE OF NEW JERSEY
GENERAL FUND
STATEMENT OF ANTICIPATED REVENUE (Continued)
YEAR ENDED JUNE 30, 1988

	Anticipated To June 30, 1988	Realized To June 30, 1988 Amount	Realized To June 30, 1988 Per Cent	Realization Over (Under) Anticipation
Unclaimed Personal Property Trust Fund	7,572,000	10,640,774	141	3,068,774
Unemployment Compensation Auxiliary Fund	20,000,000	20,242,286	101	242,286
Unsatisfied Claim and Judgement Fund	1,020,140	1,008,646	99	(11,494)
Water Conservation Fund	300,000	844,732	282	544,732
Water Supply Fund	1,700,000	5,102,214	300	3,402,214
Worker and Community Right to Know Fund	3,467,000	2,499,673	72	(967,327)
TOTAL INTERFUND TRANSFERS	582,547,140	616,788,170	106	34,241,030
TOTAL REVENUES, GENERAL FUND	$7,274,645,785	$7,468,756,216	103	$194,110,431

STATE OF NEW JERSEY
PROPERTY TAX RELIEF FUND
STATEMENT OF ANTICIPATED REVENUE
YEAR ENDED JUNE 30, 1988

	Anticipated To June 30, 1988	Realized To June 30, 1988 Amount	Realized To June 30, 1988 Per Cent	Realization Over (Under) Anticipation
Gross Income Tax	$2,580,000,000	$2,557,694,169	99	$(22,305,831)
TOTAL PROPERTY TAX RELIEF FUND	$2,580,000,000	$2,557,694,169	99	$(22,305,831)

STATE OF NEW JERSEY
GUBERNATORIAL ELECTIONS FUND
STATEMENT OF ANTICIPATED REVENUE
YEAR ENDED JUNE 30, 1988

	Anticipated To June 30, 1988	Realized To June 30, 1988		Realization Over (Under) Anticipation
		Amount	Per Cent	
Taxpayers' Designations	$1,600,000	$1,456,065	91	$(143,935)
TOTAL GUBERNATORIAL ELECTIONS FUND	$1,600,000	$1,456,065	91	$(143,935)

STATE OF NEW JERSEY
CASINO CONTROL FUND
STATEMENT OF ANTICIPATED REVENUE
YEAR ENDED JUNE 30, 1988

	Anticipated To June 30, 1988	Realized To June 30, 1988		Realization Over (Under) Anticipation
		Amount	Per Cent	
Licenses and Fees	$58,133,000	$52,257,150	90	$(5,875,850)
TOTAL CASINO CONTROL FUND	$58,133,000	$52,257,150	90	$(5,875,850)

STATE OF NEW JERSEY
CASINO REVENUE FUND
STATEMENT OF ANTICIPATED REVENUE
YEAR ENDED JUNE 30, 1988

	Anticipated To June 30, 1988	Realized To June 30, 1988		Realization Over (Under) Anticipation
		Amount	Per Cent	
Gross Revenue Tax	$199,000,000	$208,389,588	105	$ 9,389,588
Investment Income	6,000,000	14,916,972	249	8,916,972
TOTAL CASINO REVENUE FUND	$205,000,000	$223,306,560	109	$18,306,560

STATE OF NEW JERSEY
GENERAL FUND
STATEMENT OF APPROPRIATED REVENUE
YEAR ENDED JUNE 30, 1988

	State	Federal	Other	Total
LEGISLATIVE BRANCH	$ —	$ —	$ —	$ —
EXECUTIVE BRANCH:				
Chief Executive	—	31,954	597,500	629,454
Agriculture	14,326	2,125,149	11,445,860	13,585,335
Banking	300,935	—	—	300,935
Commerce and Economic Development	549,294	25,048,988	4,961,454	30,559,736
Community Affairs	4,952,361	88,416,433	23,021,810	116,390,604
Corrections	—	609,525	26,252,697	26,862,222
Veterans' Affairs & Defense	393,843	5,037,211	—	5,431,054
Education	1,321,340	312,462,213	5,264,723	319,048,276
Environmental Protection	11,538,361	43,857,818	36,381,503	91,777,682
Health	2,974,187	88,863,840	7,940,860	99,778,887
Higher Education	—	11,549,183	716,131	12,265,314
Human Services	13,183,515	1,503,777,574	81,888,658	1,598,849,747
Insurance	—	—	1,107,003	1,107,003
Labor	8,742,273	189,199,184	49,370,528	247,311,985
Law and Public Safety	30,152,055	18,067,571	31,776,872	79,996,498
Personnel	398,215	—	—	398,215
Public Advocate	867,975	868,082	274,618	2,010,675
State	1,236,438	626,137	5,029,187	6,891,762
Transportation	1,562,990	59,566,155	19,313,334	80,442,479
Treasury	1,948,618	114,289	903,044,060	905,106,967
TOTAL EXECUTIVE BRANCH	80,136,726	2,350,221,306	1,208,386,798	3,638,744,830
JUDICIAL BRANCH	—	25,354	2,200,051	2,225,405
TOTAL APPROPRIATED REVENUE	$80,136,726	$2,350,246,660	$1,210,586,849	$3,640,970,235

STATE OF NEW JERSEY
CASINO REVENUE FUND
STATEMENT OF APPROPRIATED REVENUE
YEAR ENDED JUNE 30, 1988

	State	Federal	Other	Total
EXECUTIVE BRANCH:				
Human Services	$ —	$ —	$3,471,897	$3,471,897
TOTAL APPROPRIATED REVENUE	$ —	$ —	$3,471,897	$3,471,897

EXPENDITURE STATEMENTS
BUDGETARY BASIS

STATE OF NEW JERSEY
SUPPLEMENTARY EXPENDITURE DATA
FOR THE FISCAL YEAR ENDED JUNE 30, 1988

Expenditures are made against authorized appropriations specifically identified in the annual Appropriations Act or subsequent supplemental appropriations. The term, "expenditures" is commonly referred to as "budgetary expenditures" and includes not only actual disbursements, but also encumbrances. These expenditures are associated with the annual State Budget. The State, however, also makes expenditures against "other authorized appropriations." These appropriations include federal aid and certain receipts known as appropriated revenue. In addition, provisions in the Appropriations Act permit the carrying forward of unexpended balances of prior appropriations.

Total expenditures in the General Fund in fiscal year 1988 were $11,117.3 million, an increase of $828.3 million over fiscal year 1987. General Fund expenditures associated with the 1988 Appropriations Act amounted to $7,602.4 million, an increase of $573.7 million or 7.5 per cent over fiscal year 1987. In addition, expenditures from the Property Tax Relief Fund amounted to $2,720.6 million, and expenditures from the Casino Revenue Fund amounted to $214.1 million. The grand total of expenditures in fiscal year 1988 amounted to $14.1 billion, an increase of $1.4 billion or 9.9 per cent over fiscal year 1987.

STATE AID TO LOCAL GOVERNMENTS

State aid was the largest expenditure of the state budget. State aid pertains to those expenditures paid by the State to a local government or non-profit agency to help finance activities which are the responsibility of the local unit. Most state aid expenditures are based upon statutory formula. In fiscal year 1988, 49.5 percent of the State's expenditures consisted of funds which were distributed to homeowners, municipalities, counties, school districts, and for the non-federal share of the Medicaid program. The total amount expended for state aid was $5,239.5 million.

The largest state aid expenditure, $3,145.9 million, was provided for local elementary and secondary education programs. Of this amount, $1,549.4 million was provided as equalization aid to each school district by formula based upon the number of students and the ability of the school district to raise taxes from its own base. In addition, the State provided $303.7 million for special education programs for mentally retarded, visually handicapped, and other children with special needs.

A compensatory education program ($145.6 million) was also funded for those children needing to improve basic skills such as mathematics, reading, etc. The State also expended $679.9 million on behalf of local governments as the employer's share of the Teachers' Pension and Benefits programs, and $179.4 million to pay 90 percent of all approved pupil transportation costs. Additional state aid provided for a portion of the cost of building construction, school lunches, vocational education, adult and continuing education, and local library aid.

State aid expenditures by the Treasury Department totaled $630.2 million in fiscal year 1988. The principal programs funded were homestead rebates to homeowners to provide property tax relief ($303.2 million), the cost of senior citizens' and veterans' property tax deductions ($45.8 million), revenue sharing to municipalities to reduce property taxes ($50.0 million), payment of a portion of the public utilities taxes to qualifying municipalities ($17.9 million), taxes previously paid on business personal property ($158.9 million), and in lieu of tax payments ($14.2 million).

A total of $1,082.7 million was expended for state aid programs administered by the Department of Human Services. Of that amount, $712.3 million was expended as the State's share of Medicaid, which provides hospital, nursing home, medical, and pharmacist services for those people eligible for a variety of welfare programs. In addition, $264.1 million was expended for welfare programs, $32.3 million for community mental health services, and $56.0 million for youth and family child care services.

Other expenditures of state aid in fiscal year 1988 included aid to county colleges ($102.3) municipal aid to eligible urban communities to maintain and upgrade municipal services ($41.0 million), and county welfare equalization aid ($15.0 million).

DIRECT STATE SERVICES

The second largest portion of expenditures in fiscal year 1988 was applied to direct state services programs, under the direct responsibility of the State government's twenty departments, the Executive Office, several commissions, the Legislature, and the Judiciary. In fiscal year 1988, expenditures for direct state services totaled $4,620.7 million and represented 43.6 per cent of expenditures. Some of the major expenditures for direct state services during fiscal year 1988 are described as follows.

A total of $814.1 million was expended by the Department of Higher Education for the support of the state colleges; Rutgers, the State University; the New Jersey Institute of Technology; and the University of Medicine and Dentistry of New Jersey.

A total of $977.7 million was expended for programs administered by the Department of Human Services. Expenditures were made to provide support for day care centers, homemaker services, child abuse prevention, juvenile reform programs, and mental health and mental retardation programs, including the operation of seven psychiatric institutions and seven schools for the retarded. $110.9 million was expended on the Pharmaceutical Assistance to the Aged/Disabled Program.

A total of $756.5 million was expended by the Departments of Law and Public Safety, and Corrections. Among the programs supported by this expenditure were the administration of the State's fourteen correctional facilities and parole activities, the registration and regulation of motor vehicles and licensed drivers, and the investigative and enforcement activities of the State Police.

A total of $354.9 million was expended by the Department of Transportation for the various programs it administers, such as the maintenance and improvement of the State's highway system of 10,519 lane miles, and operating subsidies for railroads and bus companies.

A total of $146.7 million was expended for community development and environmental protection programs, principally for the protection of air, land, forest, wild life, shellfish resources, and for the provision of outdoor recreational facilities.

DEBT SERVICE

The primary method of state financing of capital projects is through the sale of general obligation bonds of the State of New Jersey. These bonds are backed by the full faith and credit of the State. State tax revenues are pledged to meet the principal and interest payments required to fully pay the debt. When the State sells bonds, it commits itself to repay the borrowed amount in full and with interest. Debt service refers to these annual principal and interest payments. The total of principal and interest paid in fiscal year 1988 was $348.4 million, as compared to $315.2 million in fiscal year 1987. Debt service represents 3.3 per cent of the total state expenditures.

CAPITAL CONSTRUCTION

In 1988, $381.6 million, or 3.6 per cent of the state budget, was expended for capital construction. This compares to $270.8 million expended in 1987. Monies expended for capital construction represent the State's effort on a pay-as-you-go basis as contrasted to issuing bonds.

The largest pay-as-you-go capital expenditure was in the area of highway construction ($204.7 million). These monies include federal funds which were matched by state funds for highway construction under one of several federal programs, namely, Interstate Highway Projects, Urban Highway Projects, Rural Highway Projects, and Highway Safety Projects. Other capital monies were used to finance highway projects which were not eligible for federal highway aid. Most of the remaining capital expenditures were for renovations and improvements at state institutions, state colleges and universities.

Capital expenditures are subject to the review and recommendation of the New Jersey Commission on Capital Budgeting and Planning. This permanent Commission was established in November, 1975, and is charged with the preparation of the State Capital Improvement Plan, which contains proposals for state spending for capital projects. The Capital Improvement Plan must be submitted to the Governor and the Legislature by December 1 of each year. The recommendations for capital expenditures from both the General Fund and the bond fund accounts made by the Commission to the Governor and Legislature are recognized in the annual state Budget.

STATE OF NEW JERSEY
GENERAL FUND
STATEMENT OF APPROPRIATIONS AND EXPENDITURES
FOR THE FISCAL YEAR ENDING JUNE 30, 1988

	Original and Supplemental Appropriations	Other Authorized Appropriations	Expenditures
DIRECT STATE SERVICES			
LEGISLATIVE BRANCH	$ 38,409,000	$ 13,392,559	$ 36,963,970
EXECUTIVE BRANCH			
Chief Executive's Office	4,666,000	431,951	4,952,502
Agriculture	9,387,000	1,051,480	8,160,607
Banking	5,701,000	5,847,361	5,528,549
Commerce and Economic Development	39,644,000	886,759	31,697,728
Community Affairs	37,734,500	7,309,040	35,960,604
Corrections	366,746,000	29,723,293	367,651,952
Defense	12,814,000	1,143,015	11,373,654
Education	41,929,000	4,049,526	41,521,598
Energy	21,213,000	2,834,137	23,010,530
Environmental Protection	94,557,000	21,406,348	91,888,900
Health	82,700,000	7,558,211	69,518,673
Higher Education	731,069,000	96,192,687	806,129,410
Human Services	808,477,000	30,366,092	796,240,261
Insurance	13,025,000	1,901,108	12,889,001
Labor	64,164,000	12,483,338	71,668,708
Law and Public Safety	314,495,000	42,543,597	311,725,526
Personnel	19,385,000	2,883,576	20,214,998
Public Advocate	42,222,000	3,441,071	43,414,395
State	39,494,000	3,592,852	34,358,759
Transportation	337,909,000	38,855,491	340,794,816
Treasury	165,459,910	19,626,103	158,781,680
Miscellaneous Executive Commissions	3,610,000	(1,311,802)	1,437,478
Inter-Departmental Accounts	908,767,281	(109,361,053)	770,293,451
TOTAL EXECUTIVE BRANCH	4,165,168,691	223,454,181	4,059,213,780
JUDICIAL BRANCH	82,618,000	8,495,018	78,023,514
TOTAL DIRECT STATE SERVICES	$4,286,195,691	$ 245,341,758	$4,174,201,264

Lapsed	Encumbrances	Continuing Appropriations
$ —	$ 5,791,117	$ 9,046,472
—	117,011	28,438
13,295	1,557,310	707,268
647,595	246,854	5,125,363
53,883	7,476,032	1,303,116
828,718	4,821,624	3,432,594
3,282,688	18,953,991	6,580,662
76,019	1,394,113	1,113,229
161,955	3,637,051	657,922
89,521	330,925	616,161
1,621,816	14,027,409	8,425,223
2,092,075	11,707,183	6,940,280
51,909	7,922,535	13,157,833
4,759,056	32,956,725	4,887,050
11,354	1,242,623	783,130
564,093	4,029,167	385,370
2,707,098	28,471,323	14,134,650
216,198	1,090,340	747,040
446,494	1,745,091	57,091
142,020	6,415,690	2,170,383
146,287	14,095,137	21,728,251
1,408,871	14,384,185	10,511,277
425,909	7,304	427,507
1,666,900	10,243,995	17,201,882
21,413,754	186,873,618	121,121,720
—	9,816,893	3,272,611
$21,413,754	$202,481,628	$133,440,803

STATE OF NEW JERSEY
GENERAL FUND
STATEMENT OF APPROPRIATIONS AND EXPENDITURES (Continued)
FOR THE FISCAL YEAR ENDING JUNE 30, 1988

	Original and Supplemental Appropriations	Other Authorized Appropriations	Expenditures
STATE AID			
EXECUTIVE BRANCH			
Agriculture	$ 260,000	$ —	$ —
Commerce and Economic Development	1,647,000	(411,588)	1,235,412
Community Affairs	227,198,746	12,562,644	207,697,455
Education	865,570,000	(4,788,837)	832,815,937
Environmental Protection	55,743,000	22,420,129	14,924,606
Health	6,239,000	—	6,108,744
Higher Education	107,523,000	2,808,789	100,424,506
Human Services	1,030,945,000	35,161,422	1,004,131,193
State	1,581,000	—	1,581,000
Transportation	1,700,000	5,039,297	2,098,152
Treasury	208,499,000	5,290,841	213,307,723
TOTAL EXECUTIVE BRANCH	2,506,905,746	78,082,697	2,384,324,728
TOTAL STATE AID	$2,506,905,746	$78,082,697	$2,384,324,728

Lapsed	Encumbrances	Continuing Appropriations
$ —	$ 260,000	$ —
—	—	—
34,203	25,451,801	6,577,931
360,635	20,075,967	7,528,624
297,521	4,394,022	58,546,980
41,960	88,296	—
—	1,864,812	8,042,471
660,378	58,664,851	2,650,000
—	—	—
—	589,038	4,052,107
39,566	22,552	420,000
1,434,263	111,411,339	87,818,113
$1,434,263	$111,411,339	$87,818,113

STATE OF NEW JERSEY
GENERAL FUND
STATEMENT OF APPROPRIATIONS AND EXPENDITURES (Continued)
FOR THE FISCAL YEAR ENDING JUNE 30, 1988

	Original and Supplemental Appropriations	Other Authorized Appropriations	Expenditures
CAPITAL CONSTRUCTION			
LEGISLATIVE BRANCH	$ —	$ 4,600,443	$ 302,920
EXECUTIVE BRANCH			
Agriculture	125,000	790,417	192,619
Corrections	7,200,000	47,805,478	12,987,667
Defense	1,000,000	4,344,848	736,416
Education	624,000	5,159,239	209,359
Energy	1,000,000	10,482	581,278
Environmental Protection	87,148,000	124,805,976	26,183,376
Health	500,000	496,653	223,073
Higher Education	19,100,000	44,792,960	10,653,631
Human Services	9,204,000	19,865,331	1,897,075
Law and Public Safety	11,422,000	32,854,936	3,905,470
State	308,000	2,429,998	50,289
Transportation	201,000,000	19,358,278	204,002,742
Treasury	41,891,000	50,500,063	19,067,821
Miscellaneous Executive Commissions	252,000	15,379	2,000
TOTAL EXECUTIVE BRANCH	380,774,000	353,230,038	280,692,816
TOTAL CAPITAL CONSTRUCTION	$380,774,000	$357,830,481	$280,995,736

Lapsed	Encumbrances	Continuing Appropriations
$ —	$ 1,499,767	$ 2,797,756
—	596,752	126,046
—	31,232,475	10,785,336
—	1,511,608	3,096,824
—	37,990	5,535,890
—	427,405	1,799
—	35,212,772	150,557,828
—	98,228	675,352
—	5,111,428	48,127,901
—	2,984,120	24,188,136
—	8,269,222	32,102,244
—	236	2,687,473
—	723,552	15,631,984
—	12,837,595	60,485,647
—	75,000	190,379
—	99,118,383	354,192,839
$ —	$100,618,150	$356,990,595

STATE OF NEW JERSEY
GENERAL FUND
STATEMENT OF APPROPRIATIONS AND EXPENDITURES (Continued)
FOR THE FISCAL YEAR ENDING JUNE 30, 1988

	Original and Supplemental Appropriations	Other Authorized Appropriations	Expenditures
DEBT SERVICE			
EXECUTIVE BRANCH			
Agriculture	$ 1,311,000	$ 200	$ 1,311,150
Commerce and Economic Development	4,704,000	530,575	5,234,503
Community Affairs	2,846,000	—	2,845,790
Corrections	33,710,000	1,059,850	34,769,496
Education	5,445,000	—	5,444,900
Energy	457,000	—	457,000
Environmental Protection	104,185,000	13,000,900	117,183,773
Health	79,000	—	79,000
Higher Education	38,737,000	1,908,050	40,643,583
Human Services	31,447,000	700	31,446,318
Law and Public Safety	559,000	—	559,000
Transportation	103,804,000	4,627,875	108,399,073
Treasury	21,129,000	(21,128,150)	—
TOTAL EXECUTIVE BRANCH	348,413,000	—	348,373,586
TOTAL DEBT SERVICE	$348,413,000	$ —	$348,373,586

Lapsed	Encumbrances	Continuing Appropriations
$ 50	$ —	$ —
72	—	—
210	—	—
354	—	—
100	—	—
—	—	—
2,127	—	—
—	—	—
1,467	—	—
1,382	—	—
—	—	—
32,802	—	—
850	—	—
39,414	—	—
$39,414	$ —	$ —

STATE OF NEW JERSEY
GENERAL FUND
STATEMENT OF APPROPRIATIONS AND EXPENDITURES (Continued)
FOR THE FISCAL YEAR ENDING JUNE 30, 1988

	Original and Supplemental Appropriations	Other Authorized Appropriations	Expenditures
FEDERAL			
EXECUTIVE BRANCH			
Chief Executive's Office	$ —	$ 31,954	$ 31,954
Agriculture	—	2,379,562	2,032,024
Commerce and Economic Development	—	90,274,349	3,708,165
Community Affairs	—	110,265,622	66,143,062
Corrections	—	3,597,661	2,455,623
Defense	—	5,621,079	5,134,013
Education	—	307,175,774	291,585,031
Energy	—	137,615	137,615
Environmental Protection	—	46,482,556	19,415,576
Health	—	81,590,876	65,200,025
Higher Education	—	14,577,526	12,145,806
Human Services	—	1,551,933,467	1,408,578,664
Labor	—	195,088,350	176,613,315
Law and Public Safety	—	19,671,775	15,905,834
Public Advocate	—	1,033,451	920,722
State	—	693,118	86,060
Transportation	—	78,084,671	39,808,068
Treasury	—	1,000	1,000
TOTAL EXECUTIVE BRANCH	—	2,508,640,406	2,109,902,557
JUDICIAL BRANCH	—	21,308,027	15,472,704
TOTAL FEDERAL	$ —	$2,529,948,433	$2,125,375,261

Lapsed	Encumbrances	Continuing Appropriations
$ —	$ —	$ —
—	52,631	294,907
—	7,655,940	78,910,244
—	41,189,844	2,932,716
—	124,325	1,017,713
—	470,200	16,866
—	13,834,886	1,755,857
—	—	—
—	23,372,635	3,694,345
—	15,686,048	704,803
1,441	2,335,030	95,249
21,000,000	60,645,564	61,709,239
—	13,853,433	4,621,602
2,294	2,605,100	1,158,547
—	72,913	39,816
—	566,857	40,201
—	6,781,120	31,495,483
—	—	—
21,003,735	189,246,526	188,487,588
—	5,833,725	1,598
$21,003,735	$195,080,251	$188,489,186

STATE OF NEW JERSEY
GENERAL FUND
STATEMENT OF APPROPRIATIONS AND EXPENDITURES (Continued)
FOR THE FISCAL YEAR ENDING JUNE 30, 1988

	Original and Supplemental Appropriations	Other Authorized Appropriations	Expenditures
ALL OTHER			
LEGISLATIVE BRANCH	$ —	$ 27,500	$ —
EXECUTIVE BRANCH			
Chief Executive's Office	—	816,891	449,966
Agriculture	—	13,828,475	8,929,670
Commerce and Economic Development	—	1,543,436	833,118
Community Affairs	—	62,439,887	12,382,429
Corrections	—	30,078,984	23,361,258
Education	—	7,068,468	5,098,171
Energy	—	4,336,818	4,033,540
Environmental Protection	—	53,067,975	31,638,597
Health	—	12,508,769	6,993,992
Higher Education	—	10,797,096	3,015,014
Human Services	—	92,420,295	88,335,592
Insurance	—	1,282,762	800,534
Labor	—	87,492,609	43,296,863
Law and Public Safety	—	46,917,445	25,423,669
Public Advocate	—	421,652	235,109
State	—	5,652,666	2,003,466
Transportation	—	28,479,357	4,571,925
Treasury	—	953,016,524	875,627,211
Inter-Departmental Accounts	—	7,129	—
TOTAL EXECUTIVE BRANCH	—	1,412,177,238	1,137,030,124
JUDICIAL BRANCH	—	2,259,467	2,097,731
TOTAL ALL OTHER	$ —	$1,414,464,205	$1,139,127,855

Lapsed	Encumbrances	Continuing Appropriations
$ —	$ —	$ 27,500
—	43,650	323,275
—	893,429	4,005,376
—	35,088	675,230
261,510	9,172,566	40,623,382
—	3,357,245	3,360,481
—	438,980	1,531,317
—	34,341	268,937
163,912	4,514,553	16,750,913
—	1,440,982	4,073,795
1,102	1,145,934	6,635,046
—	669,810	3,414,893
—	69,014	413,214
—	511,664	43,684,082
10,000,000	738,938	10,754,838
—	17,874	168,669
—	152,258	3,496,942
—	13,563,776	10,343,656
3,780,576	18,328,864	55,279,873
—	—	7,129
14,207,100	55,128,966	205,811,048
—	135,338	26,398
$14,207,100	$55,264,304	$205,864,946

STATE OF NEW JERSEY
GENERAL FUND
STATEMENT OF APPROPRIATIONS AND EXPENDITURES (Continued)
FOR THE FISCAL YEAR ENDING JUNE 30, 1988

GENERAL FUND SUMMARY	Original and Supplemental Appropriations	Other Authorized Appropriations	Expenditures
LEGISLATIVE BRANCH	$ 38,409,000	$ 18,020,502	$ 37,266,890
EXECUTIVE BRANCH			
Chief Executive's Office	4,666,000	1,280,796	5,434,422
Agriculture	11,083,000	18,050,134	20,626,070
Banking	5,701,000	5,847,361	5,528,549
Commerce and Economic Development	45,995,000	92,823,531	42,708,926
Community Affairs	267,779,246	192,577,193	325,029,340
Corrections	407,656,000	112,265,266	441,225,996
Defense	13,814,000	11,108,942	17,244,083
Education	913,568,000	318,664,170	1,176,674,996
Energy	22,670,000	7,319,052	28,219,963
Environmental Protection	341,633,000	281,183,884	301,234,828
Health	89,518,000	102,154,509	148,123,507
Higher Education	896,429,000	171,077,108	973,011,950
Human Services	1,880,073,000	1,729,747,307	3,330,629,103
Insurance	13,025,000	3,183,870	13,689,535
Labor	64,164,000	295,064,297	291,578,886
Law and Public Safety	326,476,000	141,987,753	357,519,499
Personnel	19,385,000	2,883,576	20,214,998
Public Advocate	42,222,000	4,896,174	44,570,226
State	41,383,000	12,368,634	38,079,574
Transportation	644,413,000	174,444,969	699,674,776
Treasury	436,978,910	1,007,306,381	1,266,785,435
Miscellaneous Executive Commissions	3,862,000	(1,296,423)	1,439,478
Inter-Departmental Accounts	908,767,281	(109,353,924)	770,293,451
TOTAL EXECUTIVE BRANCH	7,401,261,437	4,575,584,560	10,319,537,591
JUDICIAL BRANCH	82,618,000	32,062,512	95,593,949
TOTAL GENERAL FUND SUMMARY	$7,522,288,437	$4,625,667,574	$10,452,398,430

Lapsed	Encumbrances	Continuing Appropriations
$ —	$ 7,290,884	$ 11,871,728
—	160,661	351,713
13,345	3,360,122	5,133,597
647,595	246,854	5,125,363
53,955	15,167,060	80,888,590
1,124,641	80,635,835	53,566,623
3,283,042	53,668,036	21,744,192
76,019	3,375,921	4,226,919
522,690	38,024,874	17,009,610
89,521	792,671	886,897
2,085,376	81,521,391	237,975,289
2,134,035	29,020,737	12,394,230
55,919	18,379,739	76,058,500
26,420,816	155,921,070	96,849,318
11,354	1,311,637	1,196,344
564,093	18,394,264	48,691,054
12,709,392	40,084,583	58,150,279
216,198	1,090,340	747,040
446,494	1,835,878	265,576
142,020	7,135,041	8,394,999
179,089	35,752,623	83,251,481
5,229,863	45,573,196	126,696,797
425,909	82,304	617,886
1,666,900	10,243,995	17,209,011
58,098,266	641,778,832	957,431,308
—	15,785,956	3,300,607
$58,098,266	$664,855,672	$972,603,643

STATE OF NEW JERSEY
PROPERTY TAX RELIEF FUND
STATEMENT OF APPROPRIATIONS AND EXPENDITURES
FOR THE FISCAL YEAR ENDING JUNE 30, 1988

	Original and Supplemental Appropriations	Other Authorized Appropriations	Expenditures
DIRECT STATE SERVICES			
Treasury	$ 29,176,000	$ —	$ 27,569,205
STATE AID			
Education	2,304,300,000	—	2,290,842,525
Treasury	402,800,000	—	398,959,507
TOTAL PROPERTY TAX RELIEF FUND	$2,736,276,000	$ —	$2,717,371,237

STATE OF NEW JERSEY
GUBERNATORIAL ELECTIONS FUND
STATEMENT OF APPROPRIATIONS AND EXPENDITURES
FOR THE FISCAL YEAR ENDING JUNE 30, 1988

	Original and Supplemental Appropriations	Other Authorized Appropriations	Expenditures
DIRECT STATE SERVICES			
Law and Public Safety	$ —	$ —	$ —
TOTAL GUBERNATORIAL ELECTIONS FUND	$ —	$ —	$ —

Lapsed	Encumbrances	Continuing Appropriations
$ 518,039	$1,088,756	$ —
11,282,475	2,175,000	—
3,840,493	—	—
$15,641,007	$3,263,756	$ —

Lapsed	Encumbrances	Continuing Appropriations
$ —	$ —	$ —
$ —	$ —	$ —

STATE OF NEW JERSEY
CASINO CONTROL FUND
STATEMENT OF APPROPRIATIONS AND EXPENDITURES
FOR THE FISCAL YEAR ENDING JUNE 30, 1988

	Original and Supplemental Appropriations	Other Authorized Appropriations	Expenditures
DIRECT STATE SERVICES			
Law and Public Safety	$34,233,000	$ —	$28,852,426
Treasury	23,900,000	—	21,241,428
TOTAL CASINO CONTROL FUND	$58,133,000	$ —	$50,093,854

STATE OF NEW JERSEY
CASINO REVENUE FUND
STATEMENT OF APPROPRIATIONS AND EXPENDITURES
FOR THE FISCAL YEAR ENDING JUNE 30, 1988

	Original and Supplemental Appropriations	Other Authorized Appropriations	Expenditures
DIRECT STATE SERVICES			
Community Affairs	$ 9,750,000	$1,000,000	$ 6,515,515
Health	2,380,000	100,000	696,745
Human Services	151,787,000	5,331,897	139,164,399
Labor	720,000	—	337,648
STATE AID			
Human Services	56,230,000	(1,960,000)	18,523,182
Transportation	13,950,000	—	1,366,953
Treasury	17,900,000	—	17,900,000
TOTAL CASINO REVENUE FUND	$252,717,000	$4,471,897	$184,504,442

Lapsed	Encumbrances	Continuing Appropriations
$3,497,823	$1,882,751	$ —
1,534,258	1,124,314	—
$5,032,081	$3,007,065	$ —

Lapsed	Encumbrances	Continuing Appropriations
$ 47,337	$ 4,187,148	$ —
116,240	1,667,015	—
8,619,530	9,334,968	—
—	382,352	—
34,322,218	1,424,600	—
—	12,583,047	—
—	—	—
$43,105,325	$29,579,130	$ —

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